



Alagendra's
since 1960

ALAGENDRAN NIDHI LIMITED

CIN : U65991TN1992PLC023989

GSTIN : 33AAACA7431J1ZX

THIRTY FIRST ANNUAL REPORT

2022 - 2023

BOARD OF DIRECTORS

CHAIRMAN

SRI. R. ALAGHENTREN
Director Identification No.00020584

Business, No.95/40, New Avadi Road,
Kilpauk, Chennai - 600 010.

DIRECTORS

SRI. A. RAJKUMAR M.B.A.(U.K.)
Director Identification No.00933724

Business, No.95/40, New Avadi Road,
Kilpauk, Chennai – 600 010.

SRI. N. NAGARAJAN M.B.A., I.R.S.,
Director Identification No.00121494

Retired Additional Commissioner of
Income Tax,
No.11, Old No. 82, 2nd Street,
Venkatesa Nagar Extn - I, Virugambakkam,
Chennai - 600 092.

SRI. S. SENDAMARAI KANNAN
M.Sc., M.Phil., LLB., I.R.S.,
Director Identification No. 09123907

Retired Chief Commissioner of Income Tax,
No. 104, 22nd Street, Astalakshmi Nagar,
Alapakkam, Chennai - 600 116.

SRI. R. SUBRAMANIAN B.A.B.L.,
Director Identification No. 00478466

A Practicing Advocate,
No.85, Sri Rangan Avenue, Pantheon Road,
Egmore, Chennai - 600 040.

SRI. K.G. INIAN B.Tech.,
Director Identification No. 01755407

Business, No.95, New Avadi Road,
Kilpauk, Chennai - 600 010.

STATUTORY AUDITOR

M/s. RAKESH & CO.,
(Reg No. 017690S)

Chartered Accountants,
New No.120, Old No.34/3, Palayakara Street,
Ayanavaram, Chennai - 600 023.

BANKERS

City Union Bank Ltd
Karur Vysya Bank Ltd
Canara Bank
Indian Overseas Bank
Union Bank of India
Axis Bank
South Indian Bank

State Bank of India
Indian Bank
DCB Bank
Catholic Syrian Bank
Tamilnad Mercantile Bank
RBL Bank
Karnataka Bank Ltd.,

DBS Bank Ltd.,
The Federal Bank Ltd.,
INDUS IND Bank
Bank of India
Equitas Small Finance Bank Ltd.,
IDBI Bank Ltd.,



Alagendran Nidhi Limited

Regd. Office : 95, New Avadi Road, Kilpauk, Chennai - 600 010.

Ph : 044 - 26471384 / 1385 / 42875853

Email : info@alagendrannidhi.net Website : www.alagendrannidhi.net

NOTICE TO SHARE HOLDERS

Notice is hereby given that the 31st Annual General Meeting of the Shareholders of Alagendran Nidhi Limited will be held on 23rd September, 2023, Saturday at 10.35 AM at No.95, New Avadi Road, Kilpauk, Chennai - 600010 and also through Video conferencing (the Zoom ID to Login will be sent through registered e-Mail id and for others, request you to collect the same from your respective branches 10 days before the Meeting) to transact the following business:-

Ordinary Business:

1. To receive and adopt the Audited Balance Sheet as on 31st March, 2023, Profit and Loss Account for the year ended as on that date and reports of Directors and Auditors thereon

“RESOLVED THAT, the Audited Financial Statement of the Company for the year ended 31.03.2023, the report of the Director's and Auditor's thereon be and are hereby considered and adopted”.

2. To declare Dividend :

“RESOLVED THAT, a final dividend of Rs.15/- per “A” Class share and Rs.1.50 per “B” Class equity share i.e. 15% on the paid up share capital as recommended by the Board be and is hereby declared.”

3. To elect a Director in the Place of Sri Rajarathinasamy Alaghentren (DIN : 00020584) Who retires by rotation and being eligible, offers himself for re-election.

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution

“RESOLVED THAT, Sri Rajarathinasamy Alaghentren (DIN:00020584) who retires by rotation and being eligible for re-appointment, be and is hereby re-appointed as the director of the company.”

Special Business :

4. Appointment of Sri Ramakrishnan Subramanian (DIN: 00478466) as an Independent Director of the Company.

To consider and if thought fit, to pass with or without modification

RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152, 161, Schedule IV and other applicable provisions of the Companies Act, 2013 (“the Act”) read with the Rules framed thereunder, [including any statutory modification(s) or re-enactment(s) thereof, for the time being in force], and Articles of Association of the Company, approval and recommendation of the Nomination and Remuneration Committee and that of the Board, Sri Ramakrishnan Subramanian (DIN : 00478466), who was appointed as an Additional Director in the capacity of an Independent Director with effect from 26/04/2023, who meets the criteria for independence under Section 149(6) of the Act and the Rules made thereunder and in respect of whom the Company has received a notice in writing from a member under Section 160 of the Act, be and is hereby appointed as an Independent Director of the Company for a period of 5 (five) years till 25th April 2028, and that he shall not be liable to retire by rotation.

RESOLVED FURTHER THAT, the Board be and is hereby authorized to delegate all or any of the powers to any committee of directors with power to further delegate to any other Officer(s) / Authorized Representative(s) of the Company to do all acts, deeds and things and take all such steps as may be necessary, proper or expedient to give effect to this resolution.

5. Regularization of Sri Kulayan Gandhi Inian (DIN:01755407), as a Director.

To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution:

“**RESOLVED THAT,** pursuant to the provisions of sections 152 and any other applicable provisions of Companies Act, 2013 Sri Kulayan Gandhi Inian (DIN : 01755407) who was appointed as an Additional Director of the Company on 26/04/2023 in terms of section 161 of the Companies Act, 2013 and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as a Director in the capacity of Non Independent Director of the Company.

RESOLVED FURTHER THAT, any one of the Director of the Company be and is hereby authorised to file Form DIR-12, with the Registrar of Companies, Chennai and to do necessary acts in this regard”.

By ORDER OF THE BOARD

Place : Chennai.
Date : 29.07.2023

A. RAJKUMAR
EXECUTIVE DIRECTOR
DIN : 00933724

NOTES:-

1. In view of the Second Wave of the COVID 19 pandemic, the Ministry of Corporate Affairs vide its General Circular No.39/2020 and other previous circulars respectively (collectively referred to as 'Circulars'), has introduced certain measures enabling companies to convene their Annual General Meetings (AGM/ Meeting) through Video Conferencing (VC) or Other Audio Visual Means (OAVM) and also send notice of the Meeting and other correspondences related thereto, through electronic mode. In compliance with the provisions of the Companies Act, 2013 read with MCA Circulars, the AGM of the Shareholders will be held through VC/OAVM. Hence, Shareholders can attend and participate in the AGM through VC/OAVM only. The detailed procedure for participation in the meeting through VC/OAVM is explained below.
2. The Share register of the Fund will be closed from 09.09.2023 to 23.09.2023 (both days inclusive) pursuant to Section 91 of the Companies Act, 2013.
3. Any information required by shareholders at the Annual General Meeting with regard to the statement of accounts etc. are requested to leave notice of the particulars of information required at the Registered Office of the Fund at least seven days before the Annual General Meeting.
4. The dividend cheque/s will be dispatched to members who are eligible for dividend of Rs.100/- or more. for others, dividend will be credited to their savings account maintained in Alagendran Nidhi Limited and the same also can be claimed anytime during office hours, after declaring dividend.
5. Members are requested to note that dividends not encashed or remaining unclaimed for a period of Seven (7) years shall be transferred, under section 123 of the Companies Act, 2013 to Investor Education and Protection Fund (IEPF) , established under section 123 of the said Act. Members, who have not encashed the dividend warrants from the financial year ended 31st March 2016 onwards are requested to forward their claims to the Company. It may be noted that once the unclaimed dividend is transferred to IEPF as mentioned above, no claim shall rest with the Company in respect of such amount. It may also be noted that the unclaimed dividends amounts which were lying with the Company up to the year ended 31st March 2015 have been transferred to IEPF.

6. Meeting ID and Password will be displayed in the notice board of all the branches and members may contact the branches.
7. In line with the various circulars of MCA, the Notice of AGM is being sent only through electronic mode to those Shareholders whose valid e-mail addresses are registered with the Company.
8. The deemed venue for AGM shall be the Registered Office of the Company and the proceedings of the AGM shall be deemed to be made there at.
9. Members who have not yet registered their E-mail IDs with the Company may contact Mr.A.Rajkumar, Executive Director (Email:Info@alagendrannidhi.net) for registering their e-mail ids. The Company shall send the Notice to such members whose E-mail IDs get registered enabling them to participate in the meeting and cast their votes at the meeting.
10. If there is any change in the E-mail ID already registered with the Company, members are requested to notify such change to the Company, immediately.
11. Since the AGM is being held in accordance with the Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the members will not be available for the AGM and hence, the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.
12. The attendance of the Shareholders attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
13. In terms of the afore said Circulars, the businesses set out in the Notice will be transacted by the members through show of hands where the number of members present is less than 50 unless there is a demand for poll and in all other case, through e-voting system.

INSTRUCTIONS FOR ATTENDING THE AGM THROUGH VC

- i. Members may access the platform to attend the AGM through VC at https://_____
- ii. After access the platform, members are requested to select the Join Button

- iii. Enter the meeting information which is provided below and click on "SUBMIT". The facility for joining the AGM shall open 15 minutes before the scheduled time for commencement of the AGM and shall be closed after the expiry of 15 minutes after such schedule time. Members will be required to grant access to the web-cam to enable two-way video conferencing.
- iv. Members are advised to use stable Wi-Fi or LAN connection to participate at the AGM through VC in a smooth manner. Participants may experience audio/video loss due to fluctuation in their respective networks.
- v. Members who may require any technical assistance or support before or during the AGM are requested to contact the below officials,

Name of the official : Mr. P. Prakash
Designation : Assistant Manager - EDP.
E Mail ID : edp@alagendrannidhi.net
Ph : 99949 25058

Name of the official : Ms. A. Nancy
Designation : Senior Executive HR
E Mail ID : edpasst@alagendrannidhi.net
Ph : 79043 60746

EXPLANATORY STATEMENT UNDER SECTION 102 OF THE COMPANIES ACT, 2013

Item No.4 Appointment of Sri Ramakrishnan Subramanian (DIN: 00478466) as an Independent Director of the Company

a) Meaning, Scope & Implication of the items of the business:

The Board of Directors of the Company at its meeting held on 26/04/2023 appointed Mr.Ramakrishnan Subramanian (DIN:00478466) as an Additional Director of the Company in the capacity of Independent Director for a term of 5 years with effect from 26/04/2023, subject to the approval of the Members of the Company. In terms of section 160 of the Companies Act, 2013, the Board of Governance, Nomination and Remuneration Committee and the Board have recommended the appointment of Mr.Ramakrishnan Subramanian (DIN:00478466) as an Independent Director pursuant to the provisions of Sections 149 and 152 of the Companies Act, 2013.

The Company has also received a notice in writing from a member proposing the candidature of Mr. Ramakrishnan Subramanian (DIN:00478466) to be appointed as Director of the Company.

The Company has received a declaration from Mr. Ramakrishnan Subramanian's (DIN- 00478466) confirming that he meets the criteria of independence under the Companies Act, 2013. Further, the Company has also received Mr. Ramakrishnan Subramanian's (DIN- 00478466) consent to act as a Director in terms of section 152 of the Companies Act, 2013 and a declaration that he is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013.

In the opinion of the Board, Mr. Ramakrishnan Subramanian (DIN:00478466) fulfils the conditions specified in the Companies Act, 2013 for his appointment as an Independent Director of the Company and he is independent of the management. Considering Mr. Ramakrishnan Subramanian (DIN- 00478466) knowledge and experience, the Board of Directors is of the opinion that it would be in the interest of the Company to appoint him as an Independent Director for a period of five years with effect from 26/04/2023.

Copy of letter of appointment of Mr. Ramakrishnan Subramanian (DIN:00478466) setting out the terms and conditions of appointment is being made available for inspection by the members through electronic mode and the Secretarial Standards on General Meetings (SS-2), is given as follows to this Notice.

Hence the Board of the Directors recommends the resolution set out in this Notice accordingly.

b. Interest of Director, Key Managerial Personnel and their relatives :

None of the

- i. Director and Manager except **Mr. Ramakrishnan Subramanian (DIN:00478466)**
- ii. Key Managerial Personnel (CEO, CFO & CS)
- iii. Relatives of the persons mentioned in i & ii are interested in the above said resolution.

c. Relevance of Resolution in any other Company :

The above resolution does not affect any other company.

d. Inspection of Documents :

There are no Documents required for the inspection for the above said resolution.

Particulars of directors being appointed, as per secretarial standards - 2:

Name & Qualification	Mr.Ramakrishnan Subramanian
Age	67 (05-08-1955)
Experience	A Practising Advocate
Terms and conditions of appointment and details of remuneration	Non-executive Independent Director
Remuneration last drawn as on 31 st March 2023	NA
Shareholding in the company	500 A Class shares
Relationship with other directors	NA
No. of Meeting of Board attended	1
Directorships in other companies	Shastha Management & Financial Consultants Private Limited
Other memberships/chairmanships of committees of other boards	NA

Item No. 5 Regularization of Sri Kulayan Gandhi Inian (DIN : 01755407), as a Director.**a) Meaning, Scope & Implication of the items of the business :**

Mr. KULAYAN GANDHI INIAN (DIN: 01755407) who was appointed as an Additional Director of the company vide Board Meeting dated 26/04/2023. According to the provisions of section 161(1) of the Companies Act, 2013, he holds that office up to the date of this meeting. Mr. KULAYAN GANDHI INIAN (DIN: 01755407) is an eminent Professional and bring rich and varied experience to the Board.

Hence the Board of the Directors recommends the resolution set out in this Notice accordingly.

b) Interest of Director, Key Managerial Personnel and their relatives:

None of the

- i. Director and Manager except Mr. KULAYAN GANDHI INIAN (DIN:01755407)

- ii. Key Managerial Personnel (CEO, CFO & CS)
- iii. Relatives of the persons mentioned in i & ii. are interested in the above said resolution.

c) Relevance of Resolution in any other Company:

The above resolution does not affect any other company.

d) Inspection of Documents

There are no Documents required for the inspection for the above said resolution.

Name & Qualification	Mr.Kulayan Gandhi Inian
Age	49 (12-10-1973)
Experience	Business
Terms and conditions of appointment and details of remuneration	Non-executive Director
Remuneration last drawn as on 31 st March 2023	NA
Shareholding in the company	500 A Class Shares
Relationship with other directors	NA
No. of Meeting of Board attended	1
Directorships in other companies	1. Maasafi Foods Limited 2. Indo Flower Farmer Producer Company Limited 3. Everrich Mart Private Limited
Other memberships/chairmanships of committees of other boards	NA

DIRECTOR'S REPORT

To the Members,

Your Directors have pleasure in submitting their 31st Annual Report of the Company together with the audited statements of accounts for the year ended as on 31st March, 2023.

1. FINANCIAL RESULTS

The Company's financial performances for the year under review along with previous year's figures are given hereunder :

PARTICULARS	Amount in Lakhs 31.03.2023	Amount in Lakhs 31.03.2022
Income from Business Operations	1824.96	1631.41
Other Income	27.73	19.56
Total Income	1852.69	1650.97
Less : Interest & expenses	1733.71	1537.28
Profit before Depreciation	118.97	113.69
Less : Depreciation	18.51	17.03
Profit before Tax	100.47	96.66
Less : Current Income Tax	24.43	22.96
Less : Deferred Tax	(0.86)	(1.38)
Net Profit after Tax	75.18	72.32
Dividend (including Interim if any and final)	8.31	7.98
Net Profit after dividend and Tax	66.87	64.34
Earnings per Share (Basic)	1.36	1.36
Earnings per Share (Diluted)	1.36	1.36

2. DIVIDEND

Your Directors are pleased to recommend a dividend of 15% per share aggregating to Rs. 4,27,875/- for A class and Rs. 4,04,003/- for B class shares for the financial year, 2022-23.

The dividend if approved and declared in the forthcoming Annual General meeting would result in a total Dividend outflow of Rs.8,31,878/-

3. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

In terms of Section 125 of the Companies Act, 2013, any unclaimed or unpaid dividend relating to the financial year 2015-2016 is due for remittance during first week of October 2023 to the Investor Education and Protection Fund established by the Central Government.

4. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

Your Directors wish to present the details of Business operations done during the year under review :

Key Initiatives adopted during the F.Y., 2022 - 23 :

1. Deposits and Jewel Mortgage Loan mela organized during the FY 2022-23 :

(amount in Lakhs)

S. No.	Name of the Mela	Period of Mela	Achieved JML Business	Achieved Deposit Business
1.	CASH COMBO MELA	01.04.2022 to 28.05.2022	516.38	Not Applicable
2.	SNEGHAM MELA	30.06.2022 to 27.08.2022	200.47	265.97
3.	20-20 JML TEAM MELA	03.10.2022 to 26.11.2022	252.24	Not Applicable
4.	SWAGATHAM JML MELA	19.12.2022 to 28.02.2023	507.59	296.70
5.	SMART MELA	13.02.2023 to 25.03.2023	Not Applicable	296.00

We conducted 5 Melas during the financial year and every Mela was given with a purpose and an objective which includes increase in JML outstanding, deposit outstanding, interest recovery, membership growth or combination of any of these factors. Your staff has been motivated on all ways to achieve the targeted figures and they have taken every day as an opportunity to interact with the existing customers and also with new customers through the existing customers to improve the business of your Nidhi. To encourage them we have awarded all the target achievers with cash incentive in the form of variable pay which has paid the required positive results in all the melas.

2. The declaration of War on 24.02.2022 between Russia and Ukraine and sanctions imposed on Russia by United States, England and Europe have brought disruption in supply chain, volatility in commodity prices, spiraling inflation and pulling out of funds by foreign portfolio investors (FPIs) from India. Sanctions imposed by United States, England and Europe brought disruption in supply chain management and in turn, Russia retaliated with cutting supplies of gas to Europe. The prices of many commodities surged to record highs, which in turn pushed up inflation across the globe. Though, the Indian economy was resilient to these external factors, our inflation rate spiraled to record high. To combat inflation, Reserve Bank of India increased the REPO rate on various stages from 4.00% p.a to 6.50% p.a during the financial year.
3. In view of the Russia - Ukraine war, your NIDHI had to increase the rate of interest on One Year Term deposits from 7.75% p.a to 9.00% p.a and also had to adjust rate of interest on JML on various schemes. However the revision of rate of interest on deposits and JML did not affect the growth of your NIDHI. Increase in Gold price from Rs.4,600 to Rs.5,650 per gram for 22 carat also supported our business growth to a large extent.

4. Your NIDHI's quarterly performance :
 - 1) For the period ended 30.06.2022, our deposits and JML have increased from Rs.11,674 Lakhs and Rs.10,006 lakhs respectively as on 30.06.2021 to Rs.13,090 Lakhs and Rs.11,700 Lakhs respectively as on 30.06.2022.
 - 2) For the period ended 30.09.2022, our deposits and JML have increased from Rs.11,931 Lakhs and Rs.10,365 Lakhs respectively as on 30.09.2021 to Rs.13,665 Lakhs and Rs.11,807 Lakhs respectively as on 30.09.2022.
 - 3) For the period ended 31.12.2022, our deposits and JML have increased from Rs.11,977 Lakhs and Rs.10,434 lakhs respectively as on 31.12.2021 to Rs.13,952 Lakhs and Rs.12,281 Lakhs respectively as on 31.12.2022.
 - 4) For the period ended 31.03.2023, our deposits and JML have increased from Rs.12,364 Lakhs and Rs.10,820 Lakhs respectively as on 31.03.2022 to Rs.14,518 Lakhs and Rs.12,885 Lakhs respectively as on 31.03.2023
5. To cater to the demand of JML members, we introduced a new scheme referred as 'BEST LOAN' @ 12.99% p.a. for 12 months loan period which offers an attractive rate per gram. Fit-Gap analysis is conducted before launch of any new schemes.
6. To retain the existing members and to add more members into our fold, we have taken the route of giving experience through 'Convenience at Door step'service which suits both, deposits and JML members who are time conscious. Servicing members at door step develops TRUST in the minds of members and going forward, this will be a major game changer in our industry in the near future.
7. With a view to inculcate a sense of competition and to reward the performance, the concept of Performance Linked Incentive (PLI) scheme was introduced. Branches are given the profitability target for the financial year, employees are given branch wise income and expense statement every month to track their performance and achieve Performance Linked Incentive at the end of the financial year. As a matter of fact, employees are geared to maximize their variable pay through various incentives scheme available at your NIDHI instead of regular annual increments and promotions.
8. Our products, deposits and JML schemes are designed from member's point of view and the differentiating factor of each scheme is well explained to members. Be it JML or deposits, our customer centric approach facilitates product counseling, processing, documentation and payments in a short duration, giving members a delightful experience.

9. Being in the NIDHI business for more than 30 years, we have built a TRUST in the minds of members and brand recall is higher while we witness retention percentage of members at branches.
10. Technology plays a vital role in bringing closer to us and helps in honing and nurturing relationship with us. For operational purpose, in order to improve service to Members, Core Banking Solutions (CBS), not only improves SERVICE to members, but also entails faster data dissemination, better service to customers across branches, provides timely MIS and improves overall efficiency in our business operations. CBS also facilitates executive information system & decision support system for better functioning. With an objective to measure the efficiency of our employees in marketing in terms of calls/time and the outcome of the visits extracted towards those visits and make it concurrent to extract the required details immediately, we are using a tracking solutions offered by "GudBiz". With this, we are able to monitor the outbound field team, like sales, marketing, collection and service maintenance, who meet their customers for various business purposes and track their field activities updated in real time. Human Resource policy is effectively implemented through HR-Spine software. The software takes care of payroll management including leave and permission, attendance, salary, performance appraisal and polls. The effective use of information technology in NIDHI not only reduces employee cost but also improves the efficiency of workforce.
11. Our frontline employees are trained throughout the year in various functions using our internal recourses and professional trainers from outside. Instead of measuring the number of members at the branch and revenue earned through each member, our employees are trained to 'Build open and honest relationship' with each member and establish a mutually beneficial relationship. Employees were trained to improve their communication skills and English language and also on Culture and its core values by professionals who are having vast experience in training of corporate employees which has imbibed a confidence in the minds of the employees and these continuous training improved customer service at the branches. Our employees were also enlightened about changes in consumer behavior, disruptions in business and further trained for 'Attitude, Skills and Knowledge' (ASK) through virtual meeting and physical meeting during the visit of Executive Director, VP-HRA & Internal trainers were used in the areas of reading and understanding Income and Expense statement, use of MS Word and Excel, Gold jewel appraising and Audit systems. Cross learning session were conducted with combination of branches at a preferred location and employee's doubts and methodology were clarified and right approach of working were taught to them to overcome the difficulties in operation by experienced employees at NIDHI.
12. Everyone needs a little unstructured fun in their day, and Fun Day is perfect for having time dedicated to exactly that. It gives everybody the chance to unwind, relax, and get a little silly, released from the confines of orderly

work routine to remember what life is supposed to be all about. The stress of this lifestyle has been shown to have a constant and growing negative effect on the overall health of people. Fun Day is a reminder to break the stressful line of day to day living, and to go out and have some Fun. We celebrated Fun day on 26th October 2022 and branches conducted ice-breaking activities with a lot of fun games within their limitations and power to bring oneness amongst the employees.

13. Corporate governance is a set of rules, practices, and processes used to direct and control an organization. Board of directors are the primary force determining corporate governance in bringing transparency, fairness, and responsibility. To add feather to the cap we have created separate Audit team at Head office to closely conduct surprise audit periodically covering all risks. Our Board of directors and Special invitees to Board plays a vital role in taking major decisions that keeps business progressing with calculated risk mitigation process. Risk management encompasses the identification, analysis, and response to risk factors that form part of the life of a business. Effective risk management means attempting to control, as much as possible, future outcomes by acting proactively rather than reactively. Therefore, effective risk management and audit offers the potential to reduce both the possibility of a risk occurring and its potential impact.
14. To strengthen our foothold at Southern regions, a new branch was established at Thoothukudi on 03rd August 2022 and the branch has performed well in deposits and JML. The branch at Varaganeri & Theni were relocated to a prominent location on 28th October 2022 & 18th January, 2023.
15. Branch anniversaries were conducted at respective branches with presentation on Fund growth by Regional Manager / Senior Manager and branch growth since inception - by the Branch Manager. Key members of deposits and JML were invited and facilitated for their support. Feedbacks were taken from members and certain recommendations and suggestions were implemented for the benefit of the NIDHI.

A. Performance of Branches - Deposits and Loans (Jewel Mortgage Loans and Loan against deposits)

Our performance during FY 2022-23

Deposit outstanding was Rs.14,517.53 Lakhs as on 31.03.23 against Rs.12,363.58 Lakhs as on 31.03.22 up by 17.42% p.a. Net increase was Rs.2,153.95 Lakhs.

Likewise, Jewel Mortgage Loan outstanding was Rs.12,884.70 Lakhs as on 31.03.23 against Rs.10,819.90 Lakhs as on 31.03.22, up by 19.08% p.a. Net increase was Rs.2,064.80 Lakhs.

We accepted deposits throughout the financial year as demand for JML was overwhelming. With the price of gold touching historical high, demand for robust throughout the financial year and the funds were fully utilized

for lending against Gold Jewel Mortgage loans which are fully secured.

We have registered a net profit of Rs. 75.18 Lakhs during FY 2022-23 with an increase of Rs.2.86 Lakhs over the financial year 2021-22 Lakhs. Your Fund has registered a reasonable top and bottom line growth despite competition from banks, NBFCs and other financial institutions.

Your directors are confident and taking persistent efforts to improve the performance of the Company further in the coming years.

B. Marketing and Market Environment :

Huge potential for Gold loan business in our country brings continuous face stiff competition from the public and private sector banks, NBFCs and other financial institutions and we do not complain about it. We have a strong customer base in each branch that has been created with our timely service, customer relationship, door-step service, take-over and transparency. Close to 5% of our business comes from referrals from existing members who are satisfied with our service offered.

Though we face stiff competition from other business verticals that are considered as indirect competitors such as micro finance, consumer durable finance and personal loan, gold loan demand continues to grow due to its liquidity. With increase in price of gold every year, more quantum of gold is likely to come into market from household and the economies of scale and scope is higher in this sector.

As regards to deposits, we offer 1 to 2% p.a additional rate of interest to nationalized banks for our deposit schemes and our members are happy with the rate of interest for deposits. Further our deposit members know that your NIDHI focuses only on Gold jewel mortgage loans and their monies are safe and sound. Your NIDHI has developed TRUST in the form of providing on-time customer service, on-time payments of monthly interest and principal amount on maturity, standardized operations through Core banking solutions (CBS), security measures at branches, experienced Board of Directors, efficient and prudent employees and stringent corporate governance.

C. Prospects during FY 2023-24 :

1. International Monetary Fund (IMF) in its World Economic outlook update has maintained India's GDP forecast for the current Financial Year at 6.10% and for the next year at 6.80%. Hence recovery of the economy is complete. Hence all the Banking, Non-Banking ,& Corporate Sectors now have healthy balance sheet and your Company will also continue healthy position.
2. The steep increase in REPO rate from 4.00% to 6.50% to contain inflation during FY 2022-23 created consumer expectations that the prices of goods and services will continue to rise which ends up boosting demand. Now based on assessment of the current macro economic and inflation conditions RBI will stabilize the current REPO rate until durable decline in inflation closer to

target is seen. Hence your company can see that there will not be any volatility in interest rate for both our deposits and Loan

3. The Reserve Bank of India in its monetary policy meeting held on 08th June, 2023 has decided to keep the Repo Rate unchanged. Going by many macro economic indicators, it now seems that FD interest rates near their peak in the current cycle of interest rate hikes and see downward trends in the rate of interest. Your Nidhi is closely monitoring and have also planned our requirement of funds accordingly by reducing the rate of interest on deposits received from our members
4. Our strategy for this current Financial Year, 2023-24 is to set a plan with company's goals to grow and innovate, despite changing and often unpredictable business conditions. Our strategy execution will unfold as a structure, ongoing process characterized by frequent reviews such as internal changes, customer demands, regulatory pressures and advancement in technology so as to retain our existing members and bring new members for both deposits and Jewel Loans. Also main strategy focus will be on continuous profit achievements year after year
5. Using 100% technology for the continuous improvement in your Company and to achieve intelligent and integrated improvements by identifying new opportunities offer great value to our members and reach new levels in services. We are upgrading our present CBS software to the new 2.0 software during this current Financial Year to improve effective service to our members. Also we are in the verge in establishing "Digital Payment" as planned during the previous year that will enable our members to transact without having visit to the branches
6. Our aim is to grow faster to gain maximum share in the financial market. To expand our distribution and getting closer to more new members, we are planning on branch addition spree to capitalize on the purple patch in credit growth. We have opened a branch at Srivilliputhur on 11th May, 2023 and are planning to open branches at Namakkal and Tambaram, Chennai
7. The onset of the south west monsoon over Kerala happened on June 08th, 2023 a week later than its normal onset date of June, 01. It has almost covered the entire country earlier than usual of July, 15 with a deficit in 2023 and this is significant to suppress monsoon rainfall. As usual this good monsoon will lend support to our businesses during this financial year
8. With the steep increase in REPO rate from 4.00% to 6.50% during FY 2022-23 and based on assessment of the current macro economic and inflation conditions, we expect stability or down trend in our rate of interest both on deposits and JML. With more liquidity available in the market, we do not see any hurdle in mobilizing additional funds for the deployment by way of pledge over Jewels
9. We intend to take continuous fresh initiatives to strengthen the security systems in safe guarding Gold Jewels pledged with us. We have supplied

a total kit of appraising the Jewels to all our branches to avoid misuse by way of spurious Jewels getting into us. We also have installed additional CCTV cameras in the branch locations to monitor the external threat.

10. We are giving adequate training to all our staff members in the area of Culture & its core values, our rules, communication skills, Leadership skills and understanding of financials. More importantly, focus is giving on application of knowledge as branches need to face customers from various walks of life.
11. Employees are encouraged to put their effort to claim more variable pay through various Melas held at your NIDHI. Performance linked incentives and variable pay by way of various melas; payment incentive through online transactions have been implemented so as to have more focus on understanding the business and its importance thereby profits for our future
12. Apart from the business targets, your employees were assigned goals in the form of Objective & Key Results (OKR) to monitor the progress closely so that it will help us to align and connect our employees to achieve our goals set. Previously we had this OKR assignment in the form of excel and now we have installed a separate software from "Datelligence ai" to measure the OKR progress in line with our requirements
13. Our Culture : We have already designed the core values of your Company and are educating your staff members to understand its impact to follow in regular course of business so as to take your Company to emerge as a "Best Practising Nidhi" among the other Nidhi companies and to gain dominance in market place to achieve desired size in business volume. We understand that setting right culture at the branches will lessen the burden at Head office in terms of auditing, monitoring of performance, work ethics, etc at branches

Business and profitability targets for FY2023-24 and profitability :

Based on the previous year's achievements Your Nidhi fixed business, target for the ensuing Financial Year, 2023-24 as follows :

- Deposits Rs.157.20 crores (from Rs.145.18 crores as on 31.03.2023 with an increase of Rs. 12.02 Crores i.e., 8.28%)
- JML Rs.133.07 crores (from Rs.124.33 crores as on 31.03.2023 with an increase of Rs. 8.74 Crores i.e., 7.03%)

Due to favorable conditions prevailing during this year till date at all levels, your company is confident in achieving the business thereby desired profits for this F.Y., 2023-24

14. With the support of Board of directors, well-wishers, members and staff members, we will give a stand out performance in ensuing years also.

5. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company during the financial year to which these financial statements relate on the date of this report.

6. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The provisions of Section 134(m) of the Companies Act, 2013 do not apply to our Company. There was no foreign exchange inflow or Outflow during the year under review.

7. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

The Company has adopted the following measures concerning the development and implementation of a Risk Management Policy after identifying the following elements of risks which in the opinion of the Board may threaten the existence of the company.

Our Business like any other business is exposed to varied risks:

Risk management is the identification, assessment, and prioritization of risks, followed by coordinated and economical application of resources to minimize, monitor and control the probability and/or impact of unfortunate events, or to maximize the realization of opportunities.

At Alagendran Nidhi Limited, we identify, assess the probability of occurrence and its impact, prioritize these risks and develop strategies to avoid, prevent, reduce or share the risk. Few of the major risks and their mitigation strategies are enumerated below:

COLLATERAL RISK:

Any decline in the value of gold collateral following a fluctuation in gold prices could affect the Company's loan integrity. Around 35% to 40% buffer is kept on the value of jewels for calculation of the loan amount. The loan is structured solely based on the weight and purity of gold content. The weight and value of stones embedded in the jewels are not considered when valuing the jewels. The sentimental value of gold jewels is also another factor, which induces repayment and collateral redemption, even when the collateral value declines below the value of the repayment amount.

CREDIT RISK:

Any failure of the counterparty to abide by the terms and conditions of the business could impact profitability. Rigorous loan approval and collateral appraisal processes are followed. Strong NPA and

overdue accounts monitoring and collection strategy like “convenience at door steps” have been instituted through frequent “Recovery Drives”. The gold jewels used as collateral for loans that are remaining overdue for obvious reasons are being readily liquidated through regular auctions. Therefore, the possibility and probability of recovering less than the amount due to the company is low.

INTEREST RATE RISK:

Any interest rate movement could jeopardize business profitability. All our assets and liability products are at fixed rates of interest. Diverse sources of funding have helped reduce the dependence on any one single source. Funding is carried out through branch's internal deposit accumulation, transfer of surplus fund and since majority of the Loan portfolio is of shorter duration, demand is inelastic to interest rate changes. Interest rates are being reviewed regularly in the light of changes in macroeconomic scenario, Government policies as well as the behavior of peers.

OPERATIONAL RISK:

Any failure of systems, people or processes or any external event could affect business substantially. There are a series of checks and balances including operating manual and internal and external audit reviews. Our company has well-defined appraisal methods as well as “Know your customer” compliance procedures to mitigate operational risks.

- ➔ Detailed guidelines have been laid out on the physical movement of cash and gold.
- ➔ Centralized software (CBS) has been installed to automate inter-branch transactions, enabling branches to be monitored centrally.
- ➔ Installed surveillance cameras across 22 branches.
- ➔ Internal Audit Department and a de-centralized monitoring system by creation of Regions and posting of Regional Head to assist the management in combating operational risk.

LIQUIDITY RISK:

An inability to mobilize necessary funds to meet operational and debt servicing requirements could lead to sluggish expansion. An Asset and Liabilities Committee headed by Executive Director meets periodically to review liquidity based on future cash flows and market conditions. Acceptance of deposits is fine tuned frequently depending on loan off-take.

Besides, collection of Information from branches on “monthly target estimates vis-à-vis actual” based on “behavioral pattern” helps to track the potential impact of loan prepayment at a realistic estimate from a near to medium-term liquidity position. The source of funds has a longer maturity than loans and advances made, resulting in a positive asset-liability matching and hence, a low liquidity risk.

Counter Party Business Risk:

We have spread of branches in major tier two cities as well as business belts and our tailor made products to cater to the requirement of all segment of customers mitigates cyclical and counter party business risk. Customers are from all walks of life, include people from various social strata - from low income levels to upper class and people engaged in various income generation activities.

8. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

9. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

10. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

The particulars of Contracts or Arrangements made with related parties made pursuant to Section 188 of the Companies Act 2013 are annexed with AOC-2

11. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There were no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

12. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The Company's Policy relating to appointment of Director's, payment of Managerial remuneration, Director's qualifications, positive attributes, independence of Director's and other related matters as provided under Section 178(3) of the Companies Act, 2013 is governed by Nomination and Remuneration Committee in guidance of various sections under Companies Act 2013 and its rules.

13. ANNUAL RETURN

As per Section 134(3)(a) and Section 92(3) of the Companies Act, 2013 read with Companies (Management and Administration) Rules, 2014,

the annual return of the Company for the financial year ended 31 March 2023 is available at the web address :

<http://www.alagendrannidhi.net/investor-information.html>

14. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

The Company had conducted 5 Board meetings on 27.05.2022, 22.07.2022, 04.11.2022, 28.01.2023 and 28.03.2023 during the financial year under review.

The details of attendance of each director at the board meetings along with the number of meeting held during the year.

Name of the directors	No. of board meeting held during the tenure	No of board meeting attended
Sri. R. Alaghentren	5	5
Sri. A. Rajkumar	5	5
Sri. N. Nagarajan	5	5
Sri. S. Sendamarikannan	5	5

15. DIRECTORS RESPONSIBILITY STATEMENT

In accordance with provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility statement

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) The directors had prepared the annual accounts on a going concern basis; and

The directors, in the case of a listed company, had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively. Not applicable to Private Limited Company.

- (e) Internal financial control means the policies and procedures adopted by the Company 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.
- (f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

16. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Joint venture or Associate Company.

17. DEPOSITS

Nidhi Company Deposits are not covered by the definition of Deposits, as per Rule 2(1)(c)(vii) of the Companies (Deposits) Rules, 2014. Hence, the provisions of Deposits under Chapter V of the Companies Act, 2013 is not applicable to your Nidhi. However, your Company has duly complied with the Nidhi Rules, 2014, as amended from time to time.

18. DIRECTORS

Sri Rajarathinasamy Alaghentren (DIN : 00020584) is retiring at this Annual General Meeting and being eligible to offer himself for re-election.

19. DECLARATION OF INDEPENDENT DIRECTORS

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.

20. STATUTORY AUDITORS

Present Statutory Auditors, M/s Rakesh & Co, Chartered Accountants (FRN:017690S) has been appointed as auditor in the 30th Annual General Meeting on 24/09/2022 for the period of 5 years till the conclusion of the Annual General Meeting of the financial year ending 31st March 2027.

21. RISK MANAGEMENT POLICY

The Company has implemented various risk management policies for the protection of the employees. They are:

1. Whistle Blower Policy
2. Installation of alarm and CCTV in all branches

3. Introduction and development of System based operation (CBS) for more accuracy.
4. Concept of Decoy Money
5. JML auctions to counter NPA
6. Periodical Jewel packet audit by qualified appraisers.

22. OTHER COMMITTEES FRAMED UNDER THE NEW COMPANIES ACT, 2013:

A) Audit Committee

As per the committee rules and regulations, the members of the committee met regularly in a year to discuss and analyze the subject matter which is relevant to the said committee and disbursed.

During the year under review, one Meeting of the Audit Committee was held on 14-03-2023.

Name of the Director	DIN	No. of Meetings held	No. of Meetings Attend
Mr.N.Nagarajan (Chairman of the committee)	00121494	01	01
Mr.S.Sendamarai Kannan	09123907	01	01
Mr.A.Rajkumar	00933724	01	01

The Company has established a vigil mechanism and overseas through the committee, the genuine concerns expressed by the employees and other Directors. The Company has also provided adequate safeguards against victimization of employees and Directors who express their concerns. The Company has also provided direct access to the chairman of the Audit Committee on reporting issues concerning the interests of company employees and the Company.

B) Stake holders Relationship Committee (SRC)

The Company has constituted Stake holders Relationship Committee to attend investor complaints/grievances was held on 27-02-2023.

Name of the Director	DIN	No. of Meetings held	No. of Meetings Attend
Mr. S. Sendamarai Kannan (Chairman of the committee)	09123907	01	01
Mr. A. Rajkumar	00933724	01	01

C) Nomination & Remuneration Committee(NRC)

The Company has constituted Nomination & Remuneration Committee (NRC) under applicability of 178 of companies Act 2013, (Every other Public company Having Paid up capital of Rs.10 crores OR turnover

of 100 crores more; OR Which have, in aggregate, outstanding loans OR borrowings or debentures or deposits exceeding Rs.50 Crores.) which was held on 14.03.2023.

Name of the Director	DIN	No. of Meetings held	No. of Meetings Attend
Mr. N. Nagarajan (Chairman of the committee)	00121494	01	01
Mr. S. Sendamarai Kannan	09123907	01	01
Mr. A. Rajkumar	00933724	01	01

D) Internal Complaints Committee (ICC) – POSH – The company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and also section 4 of the POSH Act, which was held 03-06-2022, 24-12-2022 & 18-03-2023.

No complaints were received during the financial year 2022-23. None was pending/unresolved as on 31st March, 2023

Name of the Memebers	Memebers	No. of Meetings held	No. of Meetings Attend
Ms. B.S. Vidyaparvathy	Presiding Officer	03	03
Mr. A. Rajkumar	Director	03	03
Mr. C. Chitharanjan	Member	03	03
Mr. K. Pandi	Member	03	03
Ms. D.Y. Vidyalakshmi	Member	03	03
Ms. M. MariyamBeevi	Member from outside (Advocate)	03	03

No complaints were received during the financial year 2022-23.

None was pending /unresolved as on 31st March, 2023.

23. SHARES

The paid up share capital increased by Rs. 2,21,000 from 53,24,856 to 55,45,856 as on 31st March 2023.

a. BUY BACK OF SECURITIES

The Company didn't involved in buy back any of its securities during the year under review.

b. SWEAT EQUITY

The Company has not issued any Sweat Equity Shares during the year under review.

c. BONUS SHARES

No Bonus Shares were issued during the year under review.

d. EMPLOYEES STOCK OPTION PLAN

The Company has not provided any Stock Option Scheme to the employees.

24. CHANGE IN NATURE OF BUSINESS

There was no change in the nature of business of your Company during the year under review.

25. CHANGES IN DIRECTORS

There are no changes in the details of directors or key managerial personnel during the year.

26. BOARD'S OPINION ON INTEGRITY, EXPERTISE AND EXPERIENCE (INCLUDING THE PROFICIENCY) OF THE INDEPENDENT DIRECTORS APPOINTED DURING THE YEAR

During the F.Y., 2022-23, there were no new Independent Directors appointed to the Board. With regard to proficiency of the Independent Directors, ascertained from the online proficiency self-assessment test conducted by the IICA (Indian Institute of Corporate Affairs), as notified under Section 150(1) of the Act, the Board of Directors have taken on record the declarations submitted by Independent Directors that they have complied with the requirements.

27. MAINTENANCE OF COST RECORDS AND COST AUDIT

Maintenance of cost records and requirements of cost audit as prescribed under the provisions of section 148(1) of the Act is not applicable for the business activities carried out by the Company.

28. THE DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (No : 31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR

There is no Corporate Insolvency Resolution Process initiated under the Insolvency and Bankruptcy Code, 2016 (IBC)

29. THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONGWITH THE REASONS THERETO:

During the F.Y., 2022-23, there were no details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the banks or financial institutions. Hence this disclosure is not applicable for the Company.

30. TRANSFER TO RESERVES

Your Company has transferred a sum of Rs. 65 Lakhs to statutory reserve

31. INTERNAL AUDITOR

The Company has appointed Internal Auditor as per sec 138 of Companies (Accounts) Rule 2014.

32. LOAN FROM DIRECTORS

Pursuant to proviso to Rule 2(1)(c)(viii) of The Companies (Acceptance of Deposits) Rules, 2014, the Company has not accepted any Loans from the any of the director of the company.

33. SECRETARIAL STANDARDS

The Directors state that applicable Secretarial Standards issued by Institute of Company Secretaries of India have been duly complied by the Company.

34. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

No material orders had been passed by the regulators or courts or Tribunals.

35. ACKNOWLEDGEMENTS

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

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

A. Rajkumar
Executive Director

N. Nagarajan
Director

Date : 29.07.2023
Place : Chennai.

ALAGENDRAN NIDHI LIMITED**ANNEXURE -1****FORM NO. AOC - 2**

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis
 - (a) Name(s) of the related party and nature of relationship
 - (b) Nature of contracts/arrangements/transactions
 - (c) Duration of the contracts/arrangements/transactions
 - (d) Salient terms of the contracts or arrangements or transactions including the value, if any
 - (e) Justification for entering into such contracts or arrangements or transactions
 - (f) Date of approval by the Board
 - (g) Amount paid as advances, if any:
 - (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188.
2. Details of material contracts or arrangement or transactions at arm's length basis

Sl. No.	Name of the Related Party and Nature of Relationship	Name of the Contracts / Arrangements/ Transactions	Duration of the Contracts / Arrangements/ Transactions	Salient terms of the Contracts or Arrangements or Transactions including the value, if any	Amount Paid / Payable
	Sri. R. Alaghentren (Chairman)	Remuneration	On going	NA	118000
	Sri. R. Alaghentren (Chairman)	Interest Paid	On going	NA	336575
	Sri. A. Rajkumar (Executive Director)	Remuneration	On going	NA	1850000
	Sri. A. Rajkumar	Interest Paid	On going	NA	704632
	Smt. Sweda Rajkumar (Spouse)	Interest Paid	On going	NA	17548
	Sri. N. Nagarajan (Independent Director)	Interest Paid	On going	NA	442282

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

A. Rajkumar
Executive Director

N. Nagarajan
Director

Date : 29.07.2023

Place : Chennai.

R. RAKESH & CO.,
Chartered Accountants

New No.120, Old No.34/3, Palayakkara Street, Ayanavaram, Chennai - 600 023.

☎: 95660 22221

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
ALAGENDRAN NIDHI LIMITED, CHENNAI - 600 010.

Opinion

We have audited the accompanying standalone financial statements of ALAGENDRAN NIDHI LIMITED, Chennai which comprise the balance sheet as at March 31, 2023, the Statement of Profit and Loss, the statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the 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, its profit and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701 is not applicable to the Company as it is an unlisted company.

Emphasis of Matter - NIL

Information other than the financial statements and auditors' report thereon

The Company's Board of Directors is responsible for the preparation of

the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility 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 financial statements

The Company's Board of Directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether

due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. 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 skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements

that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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 financial statements of the current period 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 :

As required by Section 143(3) of the Act, 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 balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014, as amended from time to time;
- (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 is 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 over financial reporting of the Company and the operating effectiveness of such

controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;

- (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, the Non-Executive Directors were paid Remunerations and the same has been shown as Remuneration to other Directors.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us, we report that :
 - a. The Company does not have any pending litigations which would impact its financial position.
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - c. The Company has transferred amount required to be transferred to the Investor Education and Protection Fund.
 - d. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts,
 - i. 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(s) or entity(ies), 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; and
 - ii. no funds have been received by the company from any person(s) or entity(ies), 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.
 - iii. Based on audit procedures carried out by us, that we have considered reasonable and appropriate in the circumstances,

nothing has come to our notice that has caused us believe that the representations under sub-clause (i) and (ii) contain any material misstatement.

- e. In our opinion and according to the information and explanations given to us, the company has declared and paid dividend during the year and has complied with the provisions of Section 123 of the Companies Act, 2013 and the dividends have been credited to the individual accounts of the members as per the provisions of the Notifications of the Ministry of Corporate Affairs, New Delhi.
- 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.
- i) As required by the Companies (Auditor's Report) Order, 2020 issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure-A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For R.RAKESH & CO.,
Chartered Accountants

(R. RAKESH)

Proprietor

ICAI Membership No. 229266.

Firm Registration No.017690S

UDIN : 23229266BGXRMW2150

Place : Chennai,
Date : 29.07.2023

R. RAKESH & CO.,
Chartered Accountants

New No.120, Old No.34/3, Palayakkara Street, Ayanavaram, Chennai - 600 023.

☎: 95660 22221

ANNEXURE-A TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on other legal and regulatory requirements' section of our report to the members of ALAGENDRAN NIDHI LIMITED of even date)

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

1. In respect of the Company's Property Plant & Equipment:

- a) In our opinion and according to the information and explanations given to us, the Company is maintaining proper records showing full particulars, including quantitative details and situation of Property Plant & Equipment. The Company does not have any Intangible Assets.
- b) The Company has a program of verification to cover all the items of Property Plant & Equipment in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property Plant & Equipment were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and the records examined by us, there is immovable property owned by the company and the relevant title deeds and documents are held in the name of the company. In respect of the premises held under lease as at the end of the year, the relevant rental/lease agreements are in the name of the Company.
- d) The Company has not revalued its Property Plant & Equipment during the year. Accordingly, Clause (i) (d) of paragraph 3 of the Order is not applicable to the company.
- e) In our opinion and according to the information and explanations given to us, there are no proceedings initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, Clause (i) (e) of paragraph 3 of the Order is not applicable to the company.

2. The Company is a NIDHI Company functioning as per the provisions of the NIDHI Rules, 2014. Therefore, it does not hold any physical inventories except Stationery for own use. Accordingly, Clause (ii) of paragraph 3 of the Order is not applicable to the company.

3.
 - a) In our opinion and according to information and explanation given to us, the Company has not made investments in/ provided any guarantee or security/ granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties. Accordingly, Clause (iii) of paragraph 3 of the Order is not applicable to the company.
 - b) The Company does not have any subsidiaries, joint ventures and associates.
 - c) The aggregate amount during the year and balance outstanding at the balance sheet date with respect to loans or advances and guarantees or security to other than subsidiaries, joint ventures and associates is NIL.
 - d) In our opinion and according to information and explanation given to us, the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest.
 - e) In our opinion and according to information and explanation given to us, in respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular;
 - f) In our opinion and according to information and explanation given to us, there are no amounts overdue over and above the allowed time for more than ninety days.
 - g) In our opinion and according to information and explanation given to us, there are loans or advances in the nature of loans granted which has fallen due during the year and have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties
4. The company has not made any loans, investments, guarantees and security on which provisions of section 185 and 186 of the Companies Act 2013 are applicable. Therefore, the provisions of clause (iv) of paragraph 3 of the Order is not applicable to the company.
5. The Company, being a NIDHI Company, has accepted Deposits from its Shareholders and has complied with the Directions issued as per the Notifications of the Ministry of Corporate Affairs and Nidhi Rules, 2014. Accordingly, the relevant provisions of the Act and Paragraph 3(v) of the Order are not applicable.
6. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of section 148 of the Act for any of the activities of the company and accordingly paragraph 3 (vi) of the order is not applicable.
7. In our opinion and according to the information and explanations given to us:

- a) Amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues have been generally regularly deposited by the Company with the appropriate authorities.
 - b) No undisputed amounts payable in respect of goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues were in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.
 - c) There are no statutory dues referred to in sub-clause (a), which have not been deposited on account of dispute.
8. In our opinion and according to the information and explanations given to us, there are no transactions not recorded in the books of account that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961). Accordingly, paragraph 3 (viii) of the Order is not applicable.
9. a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of borrowings or in the payment of interest thereon to any lender during the year.
- b) In our opinion and according to the information and explanations given to us, the Company is not declared as a wilful defaulter by any bank or financial institution or other lender.
- c) The Company has not obtained any Term Loan during the year and hence the clause relating to application is not applicable.
- d) In our opinion and according to the information and explanations given to us, funds raised on short term basis have not been utilised for long term purposes.
- e) The Company does not have any subsidiaries/ associates/ joint-ventures and accordingly, paragraphs 3 (ix) (e) and 3 (ix) (f) of the Order are not applicable.
- f) Accordingly, the clause relating to raising of loan on the pledge of securities held in its subsidiaries, joint ventures or associate companies is not applicable. In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of the aforesaid loans raised.
- 10.a) In our opinion and according to the information and explanations given to us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3 (x) (a) of the Order is not applicable. However, being a NIDHI Company, Shares are issued to the members for the purpose of

transacting with the Company and also for raising the Net Owned Fund required for complying with the Notifications of the Ministry of Corporate Affairs.

- b) In our opinion and according to the information and explanations given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Accordingly, paragraph 3 (x) (b) of the Order is not applicable.
11. a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year. Accordingly, paragraph 3 (xi) (a) of the Order is not applicable.
- b) Since there is no fraud by the Company or no material fraud on the Company by any person has been noticed or reported during the year, paragraph 3 (xi) (b) of the Order is not applicable.
- c) To the best of our knowledge and according to the information and explanations given to us, no whistle-blower complaints, have been received by the Company during the year.
12. In our opinion and according to the information and explanations given to us, the Company being a NIDHI Company :
 - a) has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability;
 - b) is maintaining 10% unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability; and
 - c) there has been no default in payment of interest on deposits or repayment thereof for any period
13. In our opinion and according to the information and explanations given to us, the transactions with the related parties are in compliance with section 177 and 188 of the Act. Where applicable, the details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system, commensurate with the size and nature of its business.
- b) The reports of the internal auditors for the year under audit were considered by us, as part of our audit procedures.
15. In our opinion and according to the information and explanations given to us, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3 (xv) of the Order is not applicable.
16. a) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. The Company is a NIDHI Company having transactions only with members of the Company and has complied with the provisions of the Nidhi Rules, 2014.

- b) In our opinion and according to the information and explanations given to us, the Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) In our opinion and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, paragraph 3 (xvi)(c) of the Order is not applicable.
- d) In our opinion and according to the information and explanations given to us, the Company is not a Core Investment Company (CIC) and it does not have any other companies in the Group. Accordingly, paragraph 3 (xvi) (d) of the Order is not applicable.
17. The Company has not incurred cash losses in the financial year and in the immediately preceding financial year.
18. There has been resignation of the previous statutory auditors during the year, since the term of 10 years was completed and the new statutory auditors were appointed at the previous Annual General Meeting of the Company on 24.09.2022. The Company has complied with the applicable provisions and filed all the relevant forms for the change of auditors with the Registrar of Companies.
19. In our opinion and 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 financial statements, our knowledge of the board of directors and management plans, there are no material uncertainty exists as on the date of the audit report that Company is 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.
20. In our opinion and according to the information and explanations given to us, the Company is not liable under the provisions Section 135 of the Act, related to Corporate Social Responsibility. Accordingly, paragraph 3 (xx) of the Order is not applicable.
21. In our opinion and according to the information and explanations given to us, the Company does not have investments in subsidiaries/associates or joint venture companies. Accordingly, paragraph 3 (xxi) of the Order is not applicable.

For R.RAKESH & CO.,
Chartered Accountants

(R. RAKESH)
Proprietor

ICAI Membership No. 229266.

Firm Registration No.017690S

UDIN : 23229266BGXRMW2150

Place : Chennai,
Date : 29.07.2023

R. RAKESH & CO.,
Chartered Accountants

New No.120, Old No.34/3, Palayakkara Street, Ayanavaram, Chennai - 600 023.

☎: 95660 22221

ANNEXURE-B TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 (f) under 'Report on other legal and regulatory requirements' section of our report to the Members of ALAGENDRAN NIDHI LIMITED of even date)

Report on the internal financial controls over financial reporting under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **ALAGENDRAN NIDHI LIMITED** as at March 31, 2023, in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's responsibility for internal financial controls

The board of directors of the Company 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. 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, 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 internal financial controls over financial reporting of the Company 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") issued by the Institute of Chartered Accountants of India and the standards on auditing prescribed under Section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting 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 judgement, including the assessment of the risks of material misstatement in 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 control system over financial reporting.

Meaning of internal financial controls over financial reporting

A company's internal financial control over financial reporting 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 (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) 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 (iii) 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.

Limitations of internal financial controls over financial reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management of 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.

Opinion

In our opinion and according to the information and explanations given to us, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting 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 on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For R.RAKESH & CO.,
Chartered Accountants

(R. RAKESH)

Proprietor

ICAI Membership No. 229266.

Firm Registration No.017690S

UDIN : 23229266BGXRMW2150

Place : Chennai,
Date : 29.07.2023



Alagenda's
since 1960

R. RAKESH & CO.,
Chartered Accountants

New No.120, Old No.34/3, Palayakkara Street, Ayanavaram, Chennai - 600 023.

☎: 95660 22221

Date : 29.07.2023

CERTIFICATE OF STATUTORY AUDITORS

This is to certify that ALAGENDRAN NIDHI LIMITED has complied with all the directions specified in the Notification GSR No.555(E) dated 26.07.2001 as amended up to date and the Company has been complying with all the required provisions of the Reserve Bank of India Act and the Provisions of the Companies Act, 2013 and NIDHI Rules, 2014 as applicable to NIDHI Companies and the books of account are maintained in conformity with the accounting principles and Accounting standards as applicable and generally accepted in India.

It is also certified that ALAGENDRAN NIDHI LIMITED has complied with the Prudential Norms as required by the Ministry of Corporate Affairs Notification GSR No.309(E) dated 30.04.2002 as amended by Notifications from time to time and required provision for sub-standard assets has been made to the extent required and further provision is not required to be made as detailed in Notes on Accounts forming part of the Audited Statements of Accounts of the Company for the year ended 31st March, 2023.

For R.RAKESH & CO.,
Chartered Accountants

(R. RAKESH)

Proprietor

ICAI Membership No. 229266.

Firm Registration No.017690S

UDIN : 23229266BGXRMW2150

Place : Chennai,
Date : 29.07.2023



ALAGENDRAN NIDHI LIMITED

Registered Office : 95/40, New Avadi Road, Kilpauk, Chennai-600 010.

BALANCE SHEET AS AT 31ST MARCH, 2023 (Rs. in Lakhs)

	PARTICULARS	Note No.	Figures as at 31.03.2023	Figures as at 31.03.2022
I	EQUITY AND LIABILITIES			
1	Share holder's funds			
	a) Share capital	3	55.46	53.25
	b) Reserves and surplus	4	1,034.60	967.73
			1,090.06	1,020.98
2	Share application money pending allotment	5	0.14	0.17
3	Non-current liabilities			
	a) Long - Term borrowings	6	539.04	609.95
	b) Deferred Tax Liabilities (Net)		-	-
	c) Other Long - Term Liabilities		-	-
	d) Long - Term Provisions		-	-
4	Current liabilities			
	a) Short - Term borrowings	7	13,867.48	11,689.48
	b) Trade Payables		-	-
	c) Other current liabilities	8	467.36	431.61
	d) Short - Term Provisions	9	54.65	54.60
	TOTAL		16,018.71	13,806.80
II	ASSETS			
1	Non Current Assets			
	(a) Property, Plant & Equipment and Intangible assets			
	(i) Property, Plant & Equipment	10	144.56	139.08
	(ii) Intangible assets		-	-
	(iii) Capital Work in Progress		-	-
	(iv) Intangible assets under development		-	-
	(b) Non-current Investments		-	-
	(c) Deferred tax asset (net)	11	9.36	10.22
	(d) Long -Term loans and advances	12	70.68	70.68
	(e) Other non-current Assets		-	-
2	Current Assets			
	(a) Inventories		-	-
	(b) Trade Receivables		-	-
	(c) Cash and Cash equivalents	13	1,913.01	1,827.98
	(d) Short-term loans and Advances	14	13,708.68	11,582.64
	(e) Other current assets	15	172.41	176.19
	TOTAL		16,018.71	13,806.80

Notes to the financial statements

The Accompanying Notes 1 to 21 form part of these Financial Statements.

Vide our Report of Even Date,

For **R. RAKESH & CO.,**

Chartered Accountants

(R. RAKESH)

Proprietor

ICAI Membership No. 229266

Firm Registration No. : 017690S

UDIN : 23229266BGXRMW2150

(A. RAJKUMAR)

Executive Director

(N. NAGARAJAN)

Director

Place : Chennai,
Date : 29.07.2023

Place : Chennai,
Date : 29.07.2023

Place : Chennai,
Date : 29.07.2023



ALAGENDRAN NIDHI LIMITED

Registered Office : 95/40, New Avadi Road, Kilpauk, Chennai-600 010.

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31ST MARCH, 2023 (Rs. in Lakhs)

	PARTICULARS	Note No.	Figures for the Year ended 31.03.2023	Figures for the Year ended 31.03.2022
I	INCOME			
	Revenue from operations	16	1,824.96	1,631.41
II	Other income	17	27.73	19.56
III	TOTAL REVENUE (I + II)		1,852.69	1,650.97
IV	EXPENSES :			
	A. Employee Benefits Expenses	18	432.66	377.07
	B. Finance Costs	19	1,126.15	1,014.81
	C. Depreciation and Amortization Expenses	20	18.51	17.03
	D. Other Expenses	21	174.90	145.40
	TOTAL EXPENSES		1,752.22	1,554.31
V	Profit before Exceptional & extra ordinary items and Tax (III-IV)		100.47	96.66
VI	Exceptional Items		-	-
VII	Profit before extra ordinary items and tax (V-VI)		100.47	96.66
VIII	Extraordinary Items		-	-
IX	Profit before Tax (VII - VIII)		100.47	96.66
X	Tax expense :			
	(1) Current tax		24.43	22.95
	(2) Deferred tax		(0.86)	(1.38)
XI	Profit for the period from continuing operations (IX-X)		75.18	72.32
XII	Profit/(loss) for the period from discontinuing operations		-	-
XIII	Tax Expense of discontinuing operations		-	-
XIV	Profit/(loss) from discontinuing Operations after tax (XI-XII)		-	-
XV	Profit for the period (XI-XIV)		75.18	72.32
XVI	Earnings Per Share (Per Equity Share Rs.10/-)			
	(1) Basic (In Rupees)		1.36	1.36
	(2) Diluted (In Rupees)		1.36	1.36

Notes to the financial statements

The Accompanying Notes 1 to 21 form part of these Financial Statements.

Vide our Report of Even Date,

For **R. RAKESH & CO.,**

Chartered Accountants

(R. RAKESH)

Proprietor

ICAI Membership No. 229266

Firm Registration No.: 017690S

UDIN : 23229266BGXRMW2150

(A. RAJKUMAR)

Executive Director

(N. NAGARAJAN)

Director

Place : Chennai,
Date : 29.07.2023

Place : Chennai,
Date : 29.07.2023

Place : Chennai,
Date : 29.07.2023



ALAGENDRAN NIDHI LIMITED

Registered Office : 95/40, New Avadi Road, Kilpauk, Chennai-600 010.

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2023 (Rs. in Lakhs)

Particulars	Figures for the Year Ended 31.03.2023	Figures for the Year Ended 31.03.2022
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax	100.47	96.66
Adjustments for :	-	-
Depreciation	18.51	17.03
Interest on Deposits	(93.69)	(88.15)
Operating Profit before Working Capital Changes	25.29	25.55
Adjustments for :		
(Decrease) / Increase in Interest accrued but not due on deposits from members	(19.83)	13.64
Increase / (Decrease) in Short Term Borrowings	-	-
Increase / (Decrease) in Unpaid matured deposits and interest accrued thereon	46.86	10.52
Increase in Other Payables	7.31	7.99
Increase in Provision for Employees' Benefits	(1.76)	4.13
Decrease / (Increase) in Other Current Assets	3.78	(38.09)
Cash generated from operations	61.64	23.74
Less : Income Tax paid	(22.95)	(21.59)
Net Cash flow from Operating activities	38.68	2.15
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(23.99)	(13.96)
Sale of Fixed Assets	-	0.06
(Profit)/Loss on sale of Fixed Assets	-	0.04
Interest on Deposits	93.69	88.15
Net Cash flow from Investing activities	69.70	74.28
C. CASH FLOW FROM FINANCING ACTIVITIES		
Issue of Equity Shares	2.21	2.26
Share Application money received	0.14	0.17
Transfer of Share Application money to Equity Share Capital	(0.17)	(0.40)
Increase in Unsecured Loans (Deposits from members) (Net)	2,107.08	1,144.24
Dividend Paid	(7.99)	(7.65)
Increase in Unpaid Dividend	1.42	1.50
Dividend Distribution Tax Paid	-	-
Increase in Loans to members (Net)	(2,126.04)	(991.19)
Net Cash flow from financing activities	(23.35)	148.94
Net increase in Cash & Cash Equivalents during the year	85.03	225.38
Cash and Cash equivalents as at the beginning of the year	1,827.98	1,602.60
Cash and Cash equivalents as at the end of the year	1,913.01	1,827.98

Notes to the financial statements

The Accompanying Notes 1 to 21 form part of these Financial Statements.

Vide our Report of Even Date,

For **R. RAKESH & CO.,**

Chartered Accountants

(R. RAKESH)

Proprietor

ICAI Membership No. 229266

Firm Registration No. : 017690S

UDIN : 23229266BGXRMW2150

Place : Chennai,

Date : 29.07.2023

(A. RAJKUMAR)

Executive Director

Place : Chennai,

Date : 29.07.2023

(N. NAGARAJAN)

Director

Place : Chennai,

Date : 29.07.2023



ALAGENDRAN NIDHI LIMITED

Registered Office : 95/40, New Avadi Road, Kilpauk, Chennai-600 010.

Notes Forming Part of Financial Statement as at 31st March, 2023 (Rs.in Lakhs)

		As at 31.03.2023			As at 31.03.2022		
NOTE NO. 3							
A. SHARE CAPITAL							
A) Authorized A Class		7,00,000 Equity shares of Rs. 10/- each			70.00		
B Class		30,00,000 Equity shares of Re. 1/- each			30.00		
		100.00			100.00		
B) ISSUED, SUBSCRIBED & FULLY PAID UP		285250 Equity Shares of 'A' Class of Re.10/- each			28.53		
		2693356 Equity Shares of 'B' Class of Rs.1/- each			26.93		
TOTAL		55.46			53.25		
Number of Equity Shares (A Class) - Rs.10/- each		31.03.2023			31.03.2022		
At the Beginning of the year		263,150.00			240,523.00		
Allotted during the year		22,100.00			22,627.00		
At the end of the Year		285,250.00			263,150.00		
Shares held by shareholders holding more than 5% shares							
Equity Shares of Re.1 & Rs10. each fully paid		Current Year		Previous Year			
		Value	%Held	Value	%Held		
Mr. A. Rajkumar		2,324,990.00	41.92	2,324,990.00	43.66		
		2,324,990.00	41.92	2,324,990.00	43.66		
Disclosures of Shareholding of Promoters - Shares held by the Promoters : As on 31st March 2023							
S.No.	Promoter Name	2022-2023			2021-2022		
		No. of Share Value	% of total Share Value	% Change during the year	No. of Share Value	% of total Share Value	% Change during the year
1.	R. Alagendran	5,000.00	0.09	-	5,000.00	0.09	-
2.	A. Rajkumar	2,324,990.00	41.92	1.74	2,324,990.00	43.66	-
	TOTAL	2,329,990.00	42.01	1.74	2,329,990.00	43.75	-
NOTE NO. 4							
RESERVES AND SURPLUS							
(A) Capital Reserve							
Opening Balance		950.00			890.00		
Add : Transferred for the Year		65.00			60.00		
		1,015.00			950.00		
Less : Deduction during the year		-			-		
Closing Balance		(A) 1,015.00			950.00		
(B) Profit & Loss Account							
Balance at the beginning of the Year		17.73			13.40		
Add : Profit after tax for the Year		75.18			72.32		
Add : NPA provision no longer required		-			-		
		92.92			85.72		
Less Appropriations		65.00			60.00		
Transfer to Capital Reserve()		8.32			19.60		
Proposed Dividend ()		-			7.99		
		(B) 19.60			17.73		
TOTAL (A + B)		1,034.60			967.73		

	AS AT 31.03.2023	AS AT 31.03.2022
NOTE NO. : 5		
SHARE APPLICATION MONEY PENDING ALLOTMENT	0.14	0.17
	0.14	0.17
NOTE NO. : 6		
LONG TERM BORROWINGS		
(i) Secured Loans	-	-
(ii) Unsecured Loans (Deposit from members)		
Fixed Deposit	9,935.19	7,425.73
Re Investments Deposits	2,386.32	3,274.81
Recurring Deposits	1,674.85	1,251.26
Savings Deposits	410.15	347.63
	14,406.51	12,299.43
<u>Less</u> : Deposits maturing within 12 months transferred to Short-term Borrowings	13,867.48	11,689.48
	539.04	609.95
The above Unsecured Loans are received by the Company from the Shareholders and being a NIDHI Company, the company is entitled to accept deposits against NOF at 1:20 ratio. The Deposits maturing within a period of 12 months and Savings Deposits are transferred and shown under Short-term Borrowings.		
NOTE NO. : 7		
SHORT TERM BORROWINGS		
(i) Secured Loans	-	-
(ii) Unsecured Loans (Deposit from members) Deposit Maturity within 12 months	13,867.48	11,689.48
	13,867.48	11,689.48
NOTE NO. : 8		
OTHER CURRENT LIABILITIES		
(a) Interest accrued but not due on borrowings	301.21	321.04
(b) Unpaid Dividend		
2013-2014	-	0.36
2014-2015	0.36	0.36
2015-2016	0.49	0.49
2016-2017	0.75	0.76
2017-2018	0.78	0.78
2018-2019	1.69	1.69
2019-2020	1.82	1.82
2020-2021	1.79	-
	7.67	6.25
(c) Unpaid matured deposits and interest accrued thereon	111.02	64.16
(d) Other Payables (Specify Nature)		
i) Other Liabilities	30.04	11.41
ii) Tax Deducted at Source	3.07	1.94
iii) Local Cheque for Collection	0.80	0.14
iv) Outstanding Expenses	13.54	40.15
	47.45	26.65
	467.36	431.61

(Rs.in Lakhs)

	AS AT 31.03.2023	AS AT 31.03.2022
NOTE NO. : 9		
SHORT TERM PROVISIONS		
a) Provision for employee benefits Bonus & Ex-gratia	15.87	17.63
b) Other (Specify Nature)		
i) Provision for Taxation	24.43	22.95
ii) Proposed Dividend	8.32	7.99
iii) Provision for NPA Loans Loans against Immovable Properties	6.03	6.03
	38.78	36.97
	54.65	54.60
NOTE NO. : 10		
PROPERTY, PLANT & EQUIPMENT AND INTANGIBLES		
Property, Plant and Equipments as per the Schedule of Property, Plant & Equipments and Intangibles with details of Gross Block, Depreciation Block and Net Block separately enclosed.	144.56	139.08
NOTE NO. : 11		
DEFERRED TAX ASSET		
Deferred Tax Asset- Opening	10.22	11.61
Less: Reduction for the Year	(0.86) 9.36	(1.38) 10.22
	9.36	10.22
NOTE NO. : 12		
LONG-TERM LOANS & ADVANCES		
Secured - Considered Good Realisable after a period of 12 months		
a) Other Loans & Advances (Specify)		
Loans against Immovable Properties (Fully Secured)	64.65	64.65
Loans against Immovable Properties (Under Dispute) (100% provision made)	6.03	6.03
	70.68	70.68
NOTE NO. : 13		
CASH AND CASH EQUIVALENTS		
Cash in Hand	176.06	130.23
Cash in & Cash at Banks		
In Current Accounts	137.62	111.40
In Deposit Accounts	1,599.33	1,586.36
	1,913.01	1,827.98
NOTE NO. : 14		
SHORT-TERM LOANS & ADVANCES		
(Secured Loans granted to the Shareholders against Security of Gold Jewellery and Deposits with the Company)		
a) Loans to Members (Fully Secured)		
Loans against Immovable Properties	70.68	70.68
Loans against Jewels	13,019.41	10,984.60
Loans against Deposits	91.91	69.30
Interest Accrued & Receivable on Loans and Deposits	597.35	528.74
	13,779.35	11,653.32
Less: Loan realisable after 12 months transferred to Long Term Loans & Advances - Housing Loan	70.68	70.68
	13,708.68	11,582.64

	AS AT 31.03.2023	AS AT 31.03.2022
NOTE NO. : 15		
<u>OTHER CURRENT ASSETS</u>		
Income Tax Refund Due	35.39	45.50
Rental Advance	45.13	41.13
Telephone Deposit	0.70	0.70
Prepaid Expenses	19.55	21.99
Electricity Deposit	0.79	0.84
Staff Loan & Festival Advance	15.54	14.01
Input - CGST and SGST	5.88	6.58
Stock of Stationery	6.08	5.79
Advance Income Tax	5.00	5.00
T.D.S. for the year	38.36	34.64
	172.41	176.19
NOTE NO. : 16		
<u>REVENUE FROM OPERATIONS</u>		
Interest on Loans	1,731.27	1,543.26
Interest on Bank Deposits	93.69	88.15
	1,824.96	1,631.41
NOTE NO. : 17		
<u>OTHER INCOME</u>		
Miscellaneous Receipts / Processing fees / Folio Charges	17.48	13.28
Notice Charges	7.06	6.28
Interest on IT Refund	3.18	-
	27.73	19.56
NOTE NO. : 18		
<u>EMPLOYEE BENEFIT EXPENSES</u>		
Salaries and Wages	291.70	260.59
Remuneration to Wholetime Directors	30.38	29.88
<u>Contribution to Provident and Other Fund</u>		
Employees Provident Fund	22.26	18.50
Employees Group Gratuity	9.92	6.38
Employees State Insurance	5.33	5.14
Group Superannuation Pension Scheme	9.93	9.12
Staff Welfare & Refreshments		
Bonus & Exgratia	23.48	17.34
Staff Group personal accident policy	1.09	0.32
Refreshment to Employees	5.07	6.80
Labour Welfare Fund	0.05	0.02
Employee Welfare	12.81	9.68
Performance Incentive to Staff	20.66	13.31
	63.15	47.47
	432.66	377.07
NOTE NO. : 19		
<u>FINANCE COSTS</u>		
Interest paid to Members on the Deposits accepted by the Company under Unsecured Loans	1,126.15	1,014.81
Interest on Bank OD	-	-
	1,126.15	1,014.81
NOTE NO. : 20		
<u>DEPRECIATION AND AMORTIZATION EXPENSES</u>		
As per Schedule of Property, Plant, Equipments and Intangibles separately enclosed	18.51	17.03

(Rs.in Lakhs)

	Rs. in Lakhs AS AT 31.03.2023	Rs. in Lakhs AS AT 31.03.2022
NOTE NO. : 21		
OTHER EXPENSES		
Electricity Charges	11.77	10.04
Rent & Amenities	64.96	59.01
Repairs to Buildings	1.73	2.84
Insurance	5.83	6.98
Rates and Taxes(Excluding Income Tax)	0.97	0.33
Travelling & Conveyance	13.93	9.88
Bank Charges	0.50	1.09
Postage & Telegram	4.37	3.88
Advertisement	1.74	1.55
Registration & Filing Fees	0.17	0.51
Printing & Stationery	10.97	6.65
Telephone Charges	8.60	6.92
Professional Charges	6.93	7.11
Books & Periodicals	0.10	0.11
Air Conditioner Maintenance	0.92	0.42
Vehicle maintenance expenses	7.98	4.46
Generator maintenance Expense	0.44	0.34
Reimbursement of Jewel Inspection Exp.	0.76	0.84
Professional tax	0.44	0.53
Director's Travelling Expenses	2.94	2.91
Computer Maintenance	9.48	6.05
Director's Sitting Fees	2.59	1.60
(Profit)/Loss on sale of Assets	-	0.04
Subscription to Chamber of Nidhis	0.33	0.05
Office shifting/Branch opening Expenses	4.47	-
Remuneration to Other Directors	1.01	0.98
Donation	0.21	0.11
Payment to Auditors	-	0.00
- As Auditor	0.30	0.30
- For Taxation Matters	0.30	0.30
- For reimbursement of expenses	0.18	0.18
Miscellaneous Expenses	9.97	9.39
	174.90	145.40

ALAGENDRAN NIDHI LIMITED

NOTE NO.11 & 20 - SCHEDULE OF PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLES FOR THE YEAR ENDED 31ST MARCH, 2023 (Rs.in Lakhs)

Sl. No.	Description	GROSS BLOCK				USEFUL LIFE (in yrs)	DEPRECIATION				NET BLOCK	
		As at 01.04.2022	Additions	Deletions	As at 31.03.2023		Upto 01.04.2022	for the Year	Deletions	Upto 31.03.2023	As at 31.03.2023	As at 31.03.2022
10.1	Property, Plant and Equipments											
(a)	Land	9.77	-	-	9.77	-	-	-	-	-	9.77	9.77
(b)	Buildings	58.49	4.22	-	62.71	60	0.98	-	18.24	-	44.47	41.23
(c)	Furniture & Fixtures	84.59	5.11	-	89.70	10	2.96	-	68.94	-	20.76	18.62
(d)	<u>Vehicles</u>											
	i) Motor Cars	43.17	-	-	43.17	8	3.35	-	17.85	-	21.97	25.32
	ii) Two Wheelers	0.56	-	-	0.56	10	0.01	-	0.52	-	0.04	0.04
(e)	Office Equipments	26.74	7.60	-	34.34	5	2.98	-	16.36	-	15.00	10.38
(f)	<u>Others</u>											
	i) Electrical Fittings	54.19	1.15	-	55.34	10	2.21	-	34.64	-	18.49	19.54
	ii) Computer	74.01	5.91	-	79.92	3	6.01	-	59.83	-	14.07	14.17
	TOTAL	351.52	23.99	-	375.51		18.51	-	212.44	-	144.56	139.08
	Previous Year	337.96	13.96	0.40	351.52		17.03	0.30	195.71	-	139.08	142.25
10.2	Intangible Assets	-	-	-	-	-	-	-	-	-	-	-
10.3	Capital Work in Progress	-	-	-	-	-	-	-	-	-	-	-
10.4	Intangible Assets under Development	-	-	-	-	-	-	-	-	-	-	-



ALAGENDRAN NIDHI LIMITED

Registered Office : 95/40, New Avadi Road, Kilpauk, Chennai-600 010.

Notes Forming Part of the Financial Statements as at 31.03.2023

Note No. 1 : Corporate Information

ALAGENDRAN NIDHI LIMITED is a Public Limited Company domiciled in India and was incorporated under the provisions of the Companies Act, 1956 on 08.12.1992. The company is a notified NIDHI Company and is complying with the provisions of NIDHI Rules, 2014 and also the provisions of the Companies Act, 2013 in the Company's business of Accepting Deposits and Lending Secured Loans against Jewels, Immovable Properties and against the Deposits with the Company. The Company has been carrying on the transactions only with the members of the Company as required by the provisions of NIDHI Rules, 2014 and also the stipulations and conditions in the Notifications of the Ministry of Corporate Affairs, New Delhi amended from time to time.

Note No. 2 : Significant Accounting Policies

A. Basis of Accounting:

These financial statements have been prepared in accordance with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India under the historical cost convention on accrual basis, the provisions of the Companies Act, 2013 and guidelines issued from time to time and applicable to the Company.

B. Inventories:

The Company being a Nidhi Company does not have any inventory except Stationery for own use.

C. Property, Plant & Equipment and Depreciation:

Property, Plant and Equipments are stated at cost in compliance with relevant Indian Accounting Standards. Depreciation on all assets has been provided as per Schedule II of the Companies Act, 2013 based on the useful life and on pro-rata basis with reference to the Assets acquired during the year.

D. Intangible Assets:

The intangible assets (Computer Software acquired for internal use) are capitalized and included with the Cost of Computers.

E. Revenue Recognition:

The Revenue of the company includes Interest on Loans granted to Members which has been recognized on Accrual basis and as per the Nidhi Rules, 2014 as amended upto date. In respect of Loans against

Immovable Properties, provision has been made in respect of disputed accounts at 100% In respect of Other Accounts, the Company is hopeful of recovery and they are fully secured. Hence, provision in respect of Other Accounts has not been made.

F. Expenditure :

Expenditure towards Interest on Deposits and all other expenditures of revenue are accounted on accrual basis and provision has been made for all known losses and liabilities.

G. Employee Benefits :

- (i) The employees are covered under ESI and EPF and the Company is regular in the contributions.
- (ii) Retirement Benefits :
 - a) Gratuity to eligible employees on death/retirement is covered by Group Gratuity - cum -Life Assurance Policy from Life Insurance Corporation of India. The annual premium claimed by/paid to Life Insurance Corporation of India, based on demand notice, is charged to revenue.
 - b) Pension to eligible employees on death/retirement is covered by Super Annuation Pension Scheme from Life Insurance Corporation of India. The annual premium claimed by/paid to Life Insurance Corporation of India, based on demand notice, is charged to revenue.
 - c) Liability for leave encashment has been accounted on accrual basis for eligible employees as per the policy of the company.
- (iii) Employee Benefits includes Remuneration and Allowances whole time directors of Rs.30,38,000/-.

H. Foreign Exchange Transactions :

There are no Foreign Currency transactions during the year.

I. Investments :

The company, being a NIDHI Company, is required to maintain 10% of its total deposits (Unsecured Loans) accepted from the Members with Scheduled Banks as per the directives contained in Notification GSR No.555 (E) dated 26.07.2011 and GSR No.308 (E) dated 30.04.2002 and Nidhi Rules 2014. The company is holding total Fixed Deposits of Rs.15,99,32,904/- with Banks which is in excess of 10% of the Deposits accepted by the Company (10% of Rs.1,44,06,51,287/- as at 31.03.2023).

J. Taxation :

Income tax for the current year has been provided u/s. 115BAA for

Rs.24,42,783/- and there is reduction in Deferred Tax Asset for Rs.85,886/- towards timing difference.

K. Borrowing Costs:

No Borrowing cost has been capitalized during the year.

L. Segment Reporting:

Disclosure is not required for Segment Reporting, considering the nature of the Company's business and its activities/operations which are based on financing activities in the domestic market.

M. Provisions, Contingent Liabilities and Contingent Assets:

The Company has not made any provision towards contingent liability or contingent asset during the year. The company has made 100% Provision for Loans against Immovable Properties advanced in earlier years amounting to Rs.6,03,087/- which is under dispute. The Company had exercised the option u/s 115BAA @ 22% for tax provision amounting to Rs. 21,60,356/- for the year ended 31.03.2021 relevant to AY 2021-22. But, the assessment was completed by levying Income tax at the normal rates applicable to Companies and the tax liability was Rs. 26,78,127/-. Hence, there is Contingent liability towards difference in Tax provision to the extent of Rs. 5,17,771/- to be provided in the accounts after knowing the result of rectification application submitted in the Income Tax portal.

N. Earning Per Share:

The Earnings Per Share (Rs.10/-) for the year is Rs.1.36 as against Rs. 1.36 in the previous year.

O. Use of estimates:

The preparation of Financial statements of the company require management to make estimates that affect the reported amount of assets and liabilities as at the date of the Financial Statement and the reported amounts includes revenue and expenses. Although these estimates are based on management's best knowledge of current events and actions, actual results may ultimately differ from these estimates, which are recognized in the period in which the results are materialized.

P. Investor Education and Protection Fund:

In terms of Section 125 of the Companies Act, 2013, any unclaimed or unpaid Dividend relating to the financial year 2014-15 is due for remittance on first week of October to the Investor Education and Protection Fund established by the Central Government.

Q. Remuneration to Directors:

The Company has paid Remuneration to whole time directors

amounting to Rs.30,38,000/- and the same has been included in the Employee Benefit Expenses. Remuneration to Other Directors has been provided at 1% of the Profit before providing the remuneration.

R. Auditor's Remuneration :

Particulars (In Rs.)	2022-23	2021-22
i) Statutory Audit	30000	30000
ii) Taxation Services	30000	30000
iii) Audit Expenses	18000	18000
Total	<u>78000</u>	<u>78000</u>

S. Related Party Disclosures :

The Company has accepted Deposits from Directors amounting to Rs.300.85 Lakhs as at 31.03.2023 (Previous Year Rs.257.00 Lakhs).

T. Treatment of Prior Period and Extra Ordinary Items:

There are no Prior Period Items and Extra-Ordinary Items occurred during the year.

U. General

The clauses relating to Inventory, Quantitative Details, Sundry Debtors, Sundry Creditors and payables to MSME Units are not applicable to the Company.



Alagenda's
since 1960



ALAGENDRAN NIDHI LIMITED

Registered Office : 95/40, New Avadi Road, Kilpauk, Chennai-600 010.

Additional Regulatory Information for the year end 31.03.2023

I. Title deeds of immovable Property not held in name of the Company

Relevant line items in the Balance sheets	Descriptions of item of property	Gross carrying Value	Title deeds of immovable Property not held in name of the Company	Whether title deed holder is a promoter, director or relative of Promoter/ director or employee of promoters / director	Property held since which date	Reason for not being held in the name of company
		NIL				

II. Where the Company has revalued its Property, Plant and Equipment, the company shall disclose as to whether the revaluation is based on the valuation by a registered valuer as defined under rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017 - NIL

III. Where Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are - NIL

(a) Repayable on demand or

(b) Without specifying any terms or period of repayment

Type of Borrower	Amount of loan and Advance in the nature of Loan outstanding	Percentage to the total Loans and Advances in the nature of loans
Promoters Directors KMPs Related Parties	NIL	NIL

IV. Capital Work In Progress (CWIP)

(a) For Capital-work-in progress, following ageing schedule shall be given

CWIP	Amount in CWIP for a period of				TOTAL
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
Projects in progress	NIL				
Projects temporarily suspended					

(b) For capital-work-in progress, whose completion is overdue or has exceeded its cost compared to its original plan, following

CWIP	Amount in CWIP for a period of				TOTAL
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
Project 1	NIL				
Project 2					

V. Intangible assets under development :

(a) For Intangible assets under development

Intangible assets under development	Amount in CWP for a period of				TOTAL
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
Project 1	NIL				
Project 2					

(b) Intangible assets under development completion schedule

Intangible assets under development	Amount in CWP for a period of				TOTAL
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	
Project 1	NIL				
Project 2					

VI. Details of Benami Property held - NIL

VII. Where the Company has borrowings from banks or financial institutions on the basis of current assets

(a) whether quarterly returns or statements of current assets filed by the Company with banks or financial institutions are in agreement with the books of accounts. - NIL

(b) if not, summary of reconciliation and reasons of material discrepancies,

VIII. Wilful Defaulter - NIL

a. Date of declaration as wilful defaulter,“

b. Details of defaults (amount and nature of defaults),“

IX. Relationship with Struck off Companies - NIL

Where the company has any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956, the Company shall disclose the following details:-

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding	Relationship with the Struck off company, if any, to be disclosed
NIL	Investments in securities		NIL
	Receivables		
	Payables		
	Shares held by struck-off Company		
	Other outstanding balances (to be specified)		

X. Registration of charges or satisfaction with Registrar of Companies - NIL

Where any charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period, details and reasons thereof shall be disclosed.

XI. Where the company has not complied with the number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017, the name and CIN of the companies beyond the specified layers and the relationship/extent of holding of the company in such downstream companies shall be disclosed.

XII. Financial Ratios

Ratios	Numerator	Denominator	Current Reporting Period	Previous Reporting Period	% of Change
Current Ratio	Current Assets	Current Liabilities	1.10	1.12	-0.02
Debt Equity Ratio	Debt Capital	Shareholder's Equity	13.65	12.47	1.18
Debt Service coverage ratio	EBIT	Debt Service (Int + Principal)	-	-	-
Return on Equity Ratio	Profit for the year	Average Shareholder's Equity	7.12%	7.32%	-0.20%
Inventory Turnover Ratio	COGS	Average Inventory	-	-	-
Trade Receivables turnover ratio	Net Sales	Average Trade receivables	-	-	-
Trade payables turnover ratio	Total Purchases	Closing Trade Payables	-	-	-
Net capital turnover ratio	Sales	Working Capital (CA-CL)	1.87	1.78	0.09
Net profit ratio	Net Profit	Sales	5.42%	5.85%	-0.43%
Return on Capital employed	Earnings before interest and tax	Capital Employed	9.22%	9.47%	-0.25%
Return on investment	Net Profit	Investment	6.90%	7.08%	-0.19%

XIII. Compliance with approved Scheme(s) of Arrangements - NIL Where any Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013, the Company shall disclose that the effect of such Scheme of Arrangements have been accounted for in the books of account of the Company 'in accordance with the Scheme' and 'in accordance with accounting standards' and deviation in this regard shall be explained.

XIV. Utilisation of Borrowed funds and share premium:- NIL

Vide Our Report Of Even Date

For **R. RAKESH & CO.,**

Chartered Accountants

(R. RAKESH)

Proprietor

ICAI Membership No. 229266

Firm Reg. No. 0176903

UDIN : 23229266BGXRMW2150

Place : Chennai,

Date : 29.07.2023

(A. RAJKUMAR)

Executive Director

Place : Chennai,

Date : 29.07.2023

(N. NAGARAJAN)

Director

Place : Chennai,

Date : 29.07.2023

Book - Post (Printed Matter)

To

If Undelivered Please return to :

ALAGENDRAN NIDHI LIMITED

Regd. Office: 95, New Avadi Road
Kilpauk, Chennai - 600 010.