

DCM REALTY AND INFRASTRUCTURE LIMITED

DIRECTORS' REPORT

Dear Members

Your Directors have pleasure in presenting this 7th Annual Report together with the Audited Financial Statements of your Company for the year ended March 31, 2023.

COMPANY'S AFFAIRS

The Company was incorporated with the main object to carrying on the business of real estates, infrastructure and allied activities.

FINANCIAL HIGHLIGHTS

| Particulars | (₹/lakh) | |
|---------------------------------------|-------------------------------------|-------------------------------------|
| | Financial year ended March 31, 2023 | Financial year ended March 31, 2022 |
| Gross Revenue | - | - |
| Profit/(Loss) before Tax | (0.31) | (0.63) |
| Provision for Tax | - | - |
| Profit/(Loss) after Tax | (0.31) | (0.63) |
| Add: Profit/(Loss) brought forward | (5.17) | (4.54) |
| Balance Profit/(Loss) carried forward | (5.48) | (5.17) |

TRANSFER TO RESERVES

During the period under review, no amount is proposed to be transferred to reserves for the year ended March 31, 2023.

DIVIDEND

During the year under review, no Dividend has been recommended for the year ended March 31, 2023.

MATERIAL CHANGES AND COMMITMENTS

There were no material changes and commitments affecting the financial position of the Company occurring between March 31, 2023 and the date of this Report.

Registered Office: Unit Nos. 2050 to 2052, 2nd Floor, Plaza II, Central Square,
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dcmrealtyinfra ltd@gmail.com

SUBSIDIARY OR JOINT VENTURE OR ASSOCIATE COMPANIES

The Company has no subsidiary or joint venture or associate company therefore disclosures in this regard are not provided in this Report.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

Mr. Pawan Kumar Gupta (DIN: 05172941) director of the Company, retires by rotation and being eligible, offers himself for re-appointment as Director of the Company. Accordingly a resolution is included in the Notice of forthcoming Annual General Meeting of the Company for seeking the approval of members of the Company for his appointment as director of the Company.

Provisions of the Companies Act, 2013 in respect of Independent Directors & Key Managerial Personnel ('KMP') are not applicable to the Company, hence disclosures in this regard are not provided in this Report.

DIRECTORS' RESPONSIBILITY STATEMENT

As required by Section 134(3) (c) read with section 134(5) of the Companies Act, 2013, your directors state that:

- (i) in the preparation of annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) the directors had selected such accounting policies and applied them consistently and made judgements 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;
- (iii) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) the directors had prepared the annual accounts on a going concern basis; and
- (v) 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.

EVALUATION OF BOARD

The provisions of Section 134(p) of the Companies Act, 2013 and rules made thereunder in respect of evaluation by the Board of its own performance and that

of committees and individual directors are not applicable to the Company. Hence disclosures in this regard are not provided in this Report.

DETAILS OF FRAUDS REPORTED BY AUDITORS UNDER SECTION 143(12) OF COMPANIES ACT, 2013 OTHER THAN THOSE REPORTABLE TO CENTRAL GOVERNMENT

The Statutory Auditors of the Company have not reported any frauds to the Board of Directors under section 143(12) of the Companies Act, 2013, including rules made thereunder.

NUMBER OF BOARD MEETINGS

4 (Four) meetings of the Board of Directors of your Company were held during the period under review.

INTERNAL FINANCIAL CONTROL

The Company has adequate internal control system in place to ensure proper recording of financial and operational information and regulatory/statutory compliances.

STATUTORY AUDITORS

M/s Grewal & Singh, Chartered Accountants (Registration No. 012322N), were re-appointed as Statutory Auditors of the Company for a second term of 1 years to hold office from the conclusion of 06th Annual General Meeting (AGM) held on May 21, 2022, till the conclusion of 07th Annual General Meeting of the Company.

The Board will recommend the new auditor for the approval of the members and the resolution seeking approval to the appointment of Statutory Auditors of the Company will forms part of the Notice of this 07th Annual General Meeting of the Company.

DIRECTORS' VIEW ON AUDITORS' REPORT

The Auditors' observations in their Report and the relevant notes to the accounts are self-explanatory.

FIXED DEPOSITS

Your Company has not accepted any deposits from the public, and as such, there are no outstanding in terms of Companies (Acceptance of Deposit) Rules, 2014. Hence disclosures in this regard are not provided in this Report.

RISK MANAGEMENT

In order to manage & control financial & accounting risk, regulatory and operational risk, the Company has adequate risk management process in place.

AUDIT COMMITTEE AND VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 and Rules issued thereunder in respect of constitution of Audit Committee and establishment of Vigil Mechanism are not applicable to the Company, hence disclosures in this regard are not provided in this Report.

CORPORATE SOCIAL RESPONSIBILITY

The provisions of Section 135 of the Companies Act, 2013 and Rules issued thereunder in respect of constitution of Corporate Social Responsibility Committee and making contribution towards Corporate Social Responsibility activities are not applicable to the Company, hence disclosures in this regard are not provided in this Report.

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

The Company does not have any manufacturing activity. Hence the disclosure in this regard is not provided in this report.

There was no foreign exchange inflow or Outflow during the year under review.

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

During the year under review, there were no employees in the company, hence disclosures in this regard are not provided in this Report.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS U/S 186

The Company has not made any loan, investment or provided any guarantee or security as specified under Section 186 of the Companies Act, 2013, during the year under review, hence disclosures in this regard are not provided in this Report.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188

There were as no contracts / arrangements / transactions entered into by the Company during the financial year under review with related parties, hence disclosures in this regard are not provided in this Report.

EXTRACT OF ANNUAL RETURN

The Company does not have any website, therefore, requirement of placing annual return on website and giving web address, is not applicable.

SECRETARIAL AUDIT

The provisions of Section 204 of the Companies Act, 2013 and Rules issued thereunder in respect of appointment of Secretarial Auditor and enclosing Secretarial Audit Report with this report is not applicable to the Company, hence disclosures in this regard are not provided in this Report.

DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR

There was no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016, during the financial year 2022-23. Accordingly disclosures in this regard are not required to be provided in this report.

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 ALONG WITH THE REASONS THEREOF

The Company has not entered into any One-Time Settlement during the year. Accordingly disclosures in this regard are not required to be provided in this report.

MAINTENANCE OF COST RECORDS AS SPECIFIED BY THE CENTRAL GOVERNMENT UNDER SUB-SECTION (1) OF SECTION 148 OF THE COMPANIES ACT, 2013.

The Company is not required to maintain cost records in terms of the requirements of the Section 148 of the Companies Act, 2013 and rules issued thereunder.

DISCLOSURE REQUIREMENTS

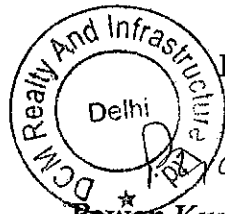
1. Provisions of Companies Act, 2013 in respect of formulation of remuneration policy for appointment of Directors & Key Managerial Personnel ('KMP') etc and paying remuneration are not applicable to the Company, hence disclosures in this regard are not provided in this Report.
2. There were no significant or material orders passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
3. During the year under review there were no women employee in the Company. Therefore the disclosures, which are required to be made in the annual report of the Company under Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal) Act, 2013 are not applicable on the Company.
4. During the year under review, the Company has complied with mandatory Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI).

ACKNOWLEDGEMENTS

The Directors wish to acknowledge and thanks the Statutory Authorities and all regularity bodies for their continued support and guidance. The Directors thanks the shareholders, business associates and Banks for the faith reposed in the Company and its management.

Dated: 28.04.2023

Place: Delhi



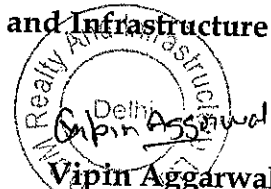
Pawan Kumar Gupta

Director

DIN: 05172941

Add: H.No. 2074, Gali No.162,
Ganesh Pura, Tri Nagar,
Delhi-110035

On Behalf of the Board of Directors
For DCM Realty and Infrastructure Limited



Vipin Aggarwal

Director

DIN: 06862827

Add: 53A, C6, A Block,
Janak Puri, Delhi-110058



GREWAL & SINGH

Chartered Accountants

A-17, L.G.F., Lajpat Nagar-III, New Delhi - 110 024
Tel. : 011-41104791-94, 41554922, 29842641
E-mail : mail@cagrewalsingh.com

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF DCM REALTY AND INFRASTRUCTURE LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **DCM REALTY AND INFRASTRUCTURE LIMITED** ("the Company"), which comprise the balance sheet as at 31st March 2023, and the statement of Profit and Loss, the statement of changes in equity and 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 (herein after referred to as "Ind AS Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and the profit/loss, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the 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 the most significance in our audit of the standalone Financial Statements of the current period. We determined that there are no key audit matters to communicate in our report.



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YAMUNA NAGAR BRANCH OFFICE :
S.C.O, 1/3, First Floor, Near District Library,
Civil Line, Jagadhri, Haryana - 135003
Tel.: 01732-242 893, 98960 44812

OVERSEAS BRANCH OFFICE :
207-19, Woodbine Downs BLVD
Toronto, M9W6N5
Tel.: +1 (647) 895-3191

Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian accounting Standards (Ind AS) specified under section 133 of the Act.

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.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. 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.

Other Matter

In our opinion and to the best of our knowledge and belief, there is nothing to report thereunder.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. 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 including statement of changes in Equity, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.



- (d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, as disclosed in the notes to the accounts, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and


(c) Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material mis-statement.

 - (v) According to the information and explanations and based on our examination of the records of the Company, the company did not declare or paid any dividend during the year, hence the provisions with respect to section 123 of the Companies Act, 2013 are not applicable to the company.



(vi) The According to the information and explanations and based on our examination of the records of the Company, no remuneration has been paid by the company to its directors. Hence; the provisions of section 197(16) of the Companies Act, 2013 are not required to the Company. The Ministry of Corporate Affairs has not prescribed other details under the said section on which we are required to comment

**For Grewal & Singh
Chartered Accountants
Firm Registration No.: 012322N**


**Mohd. Ayub Ansari
Partner**

M. No. 500810

UDIN: 23500810BGWKEN3176

Place: New Delhi

Date: 28.04.2023



Annexure A referred to in our Independent Auditors' Report to the members of DCM REALTY AND INFRASTRUCTURE LIMITED on the Ind AS Financial Statements for the year ended 31st March, 2023

- 1 The Company does not own any property, plant and equipment and also intangible assets. Hence, clause 3(i) of the Order is not applicable to the company.
- 2 The company does not carry any inventory and also it has not been sanctioned any working capital limit hence, clause 3(ii) of the Order is not applicable to the company.
- 3 According to the Information and explanations given to us and based on our examination of the records of the Company, the company has not made any investments in or provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships (LLP) or other parties. Accordingly, clause 3(iii) of the Order is not applicable.
- 4 The Company has not granted any loans , any investments or provided any guarantee and security under the provision of sections 185 and 186 of the companies Act ,2013 . Accordingly, paragraph 3(iv) of the Order is not applicable to the Company .
- 5 The Company has not accepted any deposits or amounts which are deemed to be deposits from the public within the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules made thereunder.
- 6 The Central Government has not prescribed maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
- 7 a) According to the books of account and other information as produced and examined by us in accordance with generally accepted auditing practices in India and also based on management representation, the company is regular in depositing undisputed statutory dues including income-tax and other statutory dues with the appropriate authorities and no undisputed amount payable in respect to income tax and other statutory dues were outstanding as at 31st March, 2023 for a period of more than six months from the date they became payable.

b) According to the information and explanations given to us, there are no dues of income-tax, and any other statutory dues which have not been deposited on account of any dispute.
- 8 The Company does not have any transactions which are not recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act , 1961 (43 of 1961) . Accordingly , clause 3 (viii) of the Order is not applicable to the Company .
- 9 The Company does not have any loans or borrowings from any lenders during the year. Accordingly, clause 3 (ix) of the Order is not applicable to the Company
- 10 The company neither raised any money by way of Initial Public offer (IPO), further public offer (including debt instruments) nor it has made any preferential allotment or private placement of shares or convertible debentures (fully ,partially or optionally convertible) during the year. Accordingly, clause 3 (x) of the Order is not applicable to the Company.
- 11 (a) According to the Information and explanations given to us and based on our examination of the records of the Company, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.



(b) According to the Information and explanations given to us and based on our examination of the records of the Company, we have not come to our knowledge about any fraud/suspected fraud committed against the company by officers or employees of the company. Accordingly, we are not required to file a report under sub-section (12) of section 143 of the Companies Act in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) We have not received any whistle-blower complaints during the year by the company, hence no comment is made thereupon.

- 12 In our opinion and according to the information and explanation given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company .
- 13 According to the Information and explanations given to us and based on our examination of the records of the Company, there are no transactions with related Parties during the year.
14. (a) According to the information and explanations given to us the company has an internal audit systems commensurate with the size and nature of its business .

(b) The internal audit is not mandatory required to the company under sections 138 read with rule 13 of the Company (Accounts) Rules 2014 , hence clause 3(xiv) (b) of the order is not applicable to the company .
- 15 According to the Information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, clause 3(xv) of the Order is not applicable to the company .
- 16 The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi) of the Order is not applicable to the company .
- 17 The Company has incurred cash loss Rs 0.31 lakh in the current financial year and a loss of Rs 0.63 lakh in the immediately preceding financial year.
- 18 There has been no registration of the statutory auditors during the year . Accordingly , clause 3 (xviii) of the Order is not applicable to the company.
- 19 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 and also on the basis of our examination of supportive evidence of assumptions, nothing has come to our attention causing us to believe that any material uncertainty exists as on the date of the audit report that the company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. However, our reporting is not an assurance to the future viability of the company. Further we state that our reporting is based on the facts as on the date of balance sheet and accordingly it is not a guarantee and assurance that all liabilities falling within a period of one year from the date of balance sheet will get discharged by the company as and when they fall due.



20 According to the information and explanations provided to us, the provisions of Section 135 of the Companies Act, 2013 for the Corporate Social Responsibility are not applicable to the company. Hence; clause xx(a) and xx(b) of the Order are not applicable to the company.

For Grewal & Singh
Chartered Accountants
Firm Registration No.: 012322N



Mohd. Ayub Ansari
Partner

M. No. 500810

UDIN: 23500B10BQWKEN3176

Place: New Delhi
Date: 28.04.2023

Annexure B to the Independent Auditors' Report of even date on the Ind AS Financial Statements of DCM REALTY AND INFRASTRUCTURE LIMITED

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 **DCM REALTY AND INFRASTRUCTURE LIMITED** ("the Company") as of 31st March, 2023 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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 judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

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



Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2023, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For Grewal & Singh
Chartered Accountants
Firm Registration No.: 012322N



Mohd. Ayub Ansari
Partner

M. No. 500810

UDIN: 23500810BQWREN3176

Place: New Delhi

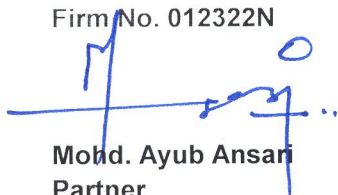
Date: 28.04.2023

DCM Realty and Infrastructure Limited
BALANCE SHEET AS AT 31st March, 2023


| Particulars | Note No. | (₹/lakh) | |
|-------------------------------------|----------|------------------------|------------------------|
| | | As at 31st March, 2023 | As at 31st March, 2022 |
| ASSETS | | | |
| (1) Current Assets | | | |
| (a) Financial Assets | | | |
| (i) Cash and Cash Equivalents | 3 | 0.13 | 0.24 |
| TOTAL ASSETS | | 0.13 | 0.24 |
| EQUITY AND LIABILITIES | | | |
| (1) Equity | | | |
| (a) Equity Share Capital | 2 | 5.00 | 5.00 |
| (b) Other Equity | 4 | (5.48) | (5.17) |
| Liabilities | | | |
| (2) Current Liabilities | | | |
| (a) Financial Liabilities | | | |
| (i) Others payables | 5 | 0.61 | 0.41 |
| TOTAL EQUITY AND LIABILITIES | | 0.13 | 0.24 |


The accompanying notes are an integral part of 1 to 15 these financial statements

In terms of our separate report of even date
For Grewal & Singh
Chartered Accountants
Firm No. 012322N


Mohd. Ayub Ansari
Partner
M. No. 500810




Ashwani Kumar Singhal
Director
DIN No. 00159349


Vipin Aggarwal
Director
DIN No. 06862827

Place: New Delhi
Date: 28.04.2023

DCM Realty and Infrastructure Limited

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2023


| | | (₹/lakh) | |
|--|----------|-------------------------------------|-------------------------------------|
| Particulars | Note No. | For the year ended 31st March, 2023 | For the year ended 31st March, 2022 |
| I Revenue from operation | | - | - |
| II Total Income | | - | - |
| III Expenses | | | |
| Other expenses | 6 | 0.31 | 0.63 |
| IV Total Expenses | | 0.31 | 0.63 |
| V Loss before tax (II - IV) | | (0.31) | (0.63) |
| VI Tax expense | | | |
| Current tax | | - | - |
| Prior year tax adjustment | | - | - |
| VII Loss for the year (V - VI) | | (0.31) | (0.63) |
| VIII Other Comprehensive Income / (expense) | | - | - |
| IX Total Comprehensive Income / (expense) for the year (VII + VIII) | | (0.31) | (0.63) |
| X Earnings per equity share: | | | |
| Basic and diluted earnings per equity share | 11 | (0.62) | (1.26) |
| The accompanying notes are an integral part of these financial statements | 1 to 15 | | |


In terms of our separate report of even date

For Grewal & Singh
Chartered Accountants
Firm No. 012322N


Mohd. Ayub Ansari
Partner
M. No. 500810




Ashwani Kumar Singhal
Director
DIN No. 00159349


Vipin Aggarwal
Director
DIN No. 06862827

Place: New Delhi
Date: 28.04.2023

DCM Realty and Infrastructure Limited

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2023

A. Equity Share Capital

| Particulars | (₹/lakh) |
|---|-------------|
| Balance as at April 1, 2021 | 5.00 |
| Changes in equity share capital during the financial year 2021-2022 | - |
| Balance as at March 31, 2022 | 5.00 |
| Balance as at April 1, 2022 | 5.00 |
| Changes in equity share capital during 2022-2023 | - |
| Balance as at March 31, 2023 | 5.00 |

B. Other Equity

| Particulars | Reserve and Surplus | Total |
|---|---------------------|---------------|
| | Retained Earning | |
| Balance at the beginning of the 1st April, 2021 | (4.54) | (4.54) |
| Total Comprehensive Income / (expense) for the year | (0.63) | (0.63) |
| Balance at the end of the 31st March, 2022 | (5.17) | (5.17) |
| Balance at the beginning of the 1st April, 2022 | (5.17) | (5.17) |
| Total Comprehensive Income / (expense) for the year | (0.31) | (0.31) |
| Balance at the end of the 31st March, 2023 | (5.48) | (5.48) |

The accompanying notes are an integral part of these financial statements

In terms of our separate report of even date

For Grewal & Singh
Chartered Accountants
Firm No. 012322N

Mohd. Ayub Ansari
Partner
M. No. 500810



Ashwani Kumar Singhal
Director
DIN No. 00159349

Vipin Aggarwal
Director
DIN No. 06862827

Place: New Delhi
Date: 28.04.2023

DCM Realty and Infrastructure Limited

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2023

| Particulars | (₹/lakh) | |
|---|--|--|
| | For the year ended 31st March, 2023 | For the year ended 31st March, 2022 |
| Cash flow from operating activities | | |
| Profit before taxation | (0.31) | (0.63) |
| Adjustments for :- | | |
| Investment written off | - | 0.30 |
| Operating cash flow before working capital changes | (0.31) | (0.33) |
| Changes in assets and liabilities | | |
| (Increase) / Decrease in other financial assets | - | - |
| Increase / (Decrease) in other financial liabilities | 0.20 | 0.24 |
| Cash used in operations | (0.11) | (0.09) |
| Income tax paid | - | - |
| Net cash used in operating activities (A) | (0.11) | (0.09) |
| Cash flow from investing activities | | |
| Investment in equity Instruments | - | - |
| Net cash generated from investing activities (B) | - | - |
| Cash flow from financing activities | | |
| | - | - |
| Net cash generated from financing activities (C) | - | - |
| Net cash flows [increase / (decrease)] during the year (A+B+C) | (0.11) | (0.09) |
| Cash and cash equivalents at the beginning of the year | 0.24 | 0.33 |
| Cash and cash equivalents at the end of the year | 0.13 | 0.24 |

In terms of our separate report of even date

For Grewal & Singh

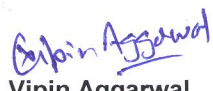
Chartered Accountants

Firm No. 012322N


Mohd. Ayub Ansari
Partner
M. No. 500810




Ashwani Kumar Singhal
Director
DIN No. 00159349


Vipin Aggarwal
Director
DIN No. 06862827

Place: New Delhi

Date: 28.04.2023

DCM Realty and Infrastructure Limited

Notes to the financial statements for the year ended 31st March, 2023

1 Significant Accounting Policies

- (a) The financial statements have been prepared on the historical cost basis except for assets and liabilities which have been measured at fair value amount and stated accordingly.
- (b) The Company follows mercantile system of accounting and recognises significant items of income and expenditure on accrual basis.
- (c) The preliminary expenses are written off in pursuance of Ind AS - 38 "Intangible Assets".
- (d) Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial asset or financial liabilities, as appropriate, on initial recognition.
- (e) Basic earnings per equity share is computed by dividing the net profit attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the financial year.

| Particulars | (₹/lakh) | |
|--|---------------------------|---------------------------|
| | As at 31st March, 2023 | As at 31st March, 2022 |
| 2 Equity Share capital | | |
| (a) Authorised capital | | |
| 50,000 (31st March, 2022: 50,000) equity shares of ₹ 10/- each | 5.00 | 5.00 |
| | 5.00 | 5.00 |
| (b) Issued, subscribed and paid-up capital | | |
| 50,000 (31st March, 2022: 50,000) equity shares of ₹ 10/- each fully paid up | 5.00 | 5.00 |
| | 5.00 | 5.00 |

(i) Reconciliation of number of shares

| Particulars | As at 31st March, 2023 | | As at 31st March, 2022 | |
|---|---------------------------|--------------------|---------------------------|--------------------|
| | Number of shares | Amount (₹/lakh) | Number of shares | Amount (₹/lakh) |
| Equity Shares | | | | |
| As at the beginning of the year | 50,000 | 5.00 | 50,000 | 5.00 |
| Issued during the year | - | - | - | - |
| Outstanding at the end of the year | 50,000 | 5.00 | 50,000 | 5.00 |

(ii) Rights, Preferences and restrictions attached to shares

Equity Shares

The Company has issued one class of equity shares having a par value of ₹10/- each. Each holder of equity shares is entitled to one voter per share held.

(iii) Details of Holding Company shareholding and of equity shareholders holding more than 5% shares:-

| Particulars | As at 31st March, 2023 | | As at 31st March, 2022 | |
|-------------------------------------|---------------------------|-----------------|---------------------------|-----------------|
| | Number of shares | % of Holding | Number of shares | % of Holding |
| Equity Shares | | | | |
| DCM Limited (the Holding Company) * | 50,000 | 100.00% | 50,000 | 100.00% |

* including shares held jointly by its nominees

(iv) Details of Promoters' Shareholding and changes during the year

| Particulars | As at 31st March, 2023 | | As at 31st March, 2022 | | % change during the year |
|---------------|---------------------------|-----------------|---------------------------|-----------------|-----------------------------|
| | Number of shares | % of Holding | Number of shares | % of Holding | |
| DCM Limited * | 50,000 | 100.00% | 50,000 | 100.00% | Nil |

* including shares held jointly by its nominees



DCM Realty and Infrastructure Limited

Notes to the financial statements for the year ended 31st March, 2023

| Particulars | (₹/lakh) | |
|--|---------------------------|---------------------------|
| | As at 31st March, 2023 | As at 31st March, 2022 |
| 3 Cash and cash equivalents | | |
| Balance with bank | | |
| - In current account | 0.13 | 0.16 |
| Cash on hand | - | 0.08 |
| | <u>0.13</u> | <u>0.24</u> |
| 4 Other Equity | | |
| Reserve and Surplus | | |
| Surplus in Statement of Profit and Loss | | |
| Balance as at the beginning of the year | (5.17) | (4.54) |
| Add: Total Comprehensive income / (expense) for the year | (0.31) | (0.63) |
| Balance as at the end of the year | <u>(5.48)</u> | <u>(5.17)</u> |
| 5 Financial liabilities | | |
| Trade payables | | |
| - Other than MSME | 0.61 | 0.41 |
| | <u>0.61</u> | <u>0.41</u> |

| Particulars | Outstanding for following periods from due date of payment | | | | |
|-------------------------------|--|--------------|--------------|----------------------|-------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
| As at 31st March, 2023 | | | | | |
| (i) Others | 0.29 | 0.24 | 0.08 | | 0.61 |
| Total | <u>0.29</u> | <u>0.24</u> | <u>0.08</u> | <u>-</u> | <u>0.61</u> |

| Particulars | Outstanding for following periods from due date of payment | | | | |
|-------------------------------|--|--------------|--------------|----------------------|-------------|
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total |
| As at 31st March, 2022 | | | | | |
| (i) Others | 0.24 | 0.17 | | | 0.41 |
| Total | <u>0.24</u> | <u>0.17</u> | <u>-</u> | <u>-</u> | <u>0.41</u> |

| Particulars | (₹/lakh) | |
|---|--|--|
| | For the year ended 31st March, 2023 | For the year ended 31st March, 2022 |
| 6 Other expenses | | |
| Legal & Professional charges (refer note (i) below) | 0.29 | 0.33 |
| Investment written off | - | 0.30 |
| Miscellaneous expenses | 0.02 | - |
| | <u>0.31</u> | <u>0.63</u> |
| (i) Includes auditors remuneration | | |
| For audit | 0.09 | 0.09 |
| For certification and other services | 0.12 | 0.12 |
| | <u>0.21</u> | <u>0.21</u> |



DCM Realty and Infrastructure Limited

Notes to the financial statements for the year ended 31st March, 2023

7 The income tax liability is ascertained on the basis of assessable profits computed in accordance with the provisions of the Income-tax Act, 1961 and after complying with the provisions of Ind AS - 12 "Income Taxes", there is no deferred tax liability so far.

8 Related party disclosures:

In accordance with the requirements of Ind AS 24 on Related Party Disclosures, the names of the related parties where control exists and/or with whom transactions have taken place during the year and description of relationships, as identified and certified by the management are:

A. Name and description of relationship of the related party

Holding Company

DCM Limited

Fellow Subsidiaries

DCM Landmark Limited (Formerly Known as DCM Textiles Limited)

DCM Infotech Limited (Formerly known as DCM Realty Investment & Consulting Limited)

DCM Engineering Ltd. (Formerly known as DCM Tools and Dies Limited)

DCM Infinity Realtors Limited (Formerly known as DCM Data Systems Limited)

B. Transactions during the year with related parties referred to in (A) above: **NIL**

C. Balance with related parties referred to in (A) above as at 31st March, 2023 and as at 31st March, 2022 - NIL

9 The Company has no outstanding dues in respect of Micro, Small and Medium Enterprises for the year ended 31st March, 2022 therefore no disclosure is required under the Micro, Small and Medium Enterprises Development Act, 2006.

10 During the previous year the Company had invested in 3000 equity shares of DCM Finance and Leasing Ltd. (Fellow Subsidiary) and had transferred all beneficial interest and rights in the said shares to DCM Limited (Holding Company) under agreement dated 13.01.2020

11 Earnings per share

Amount in ₹

| Particulars | Amount in ₹ | |
|---|-------------------------------------|-------------------------------------|
| | For the year ended 31st March, 2023 | For the year ended 31st March, 2022 |
| Profit/(Loss) attributable to equity shareholders | (0.31) | (0.63) |
| Weighted average number of equity shares in calculating Basic EPS | 50,000 | 50,000 |
| Weighted average number of equity shares in calculating Diluted EPS | 50,000 | 50,000 |
| Basic profit per share in ₹ (face value per equity share ₹ 10 each) | (0.62) | (1.26) |
| Diluted profit per share in ₹ (face value per equity share ₹ 10 each) | (0.62) | (1.26) |



DCM Realty and Infrastructure Limited

Notes to the financial statements for the year ended 31st March, 2023

12 Fair value measurement and financial instruments

a. Financial instruments – by category and fair values hierarchy

The following table shows the carrying amounts and fair value of financial assets and financial liabilities, including their levels in the fair value hierarchy.

| Particulars | As at 31st March, 2023 | | | | As at 31st March, 2022 | | | | |
|------------------------------|------------------------|----------------|---------|---------|------------------------|----------------|---------|---------|--|
| | Carrying Amount | Level of input | | | Carrying Amount | Level of input | | | |
| | | Level 1 | Level 2 | Level 3 | | Level 1 | Level 2 | Level 3 | |
| (₹/lakh) | | | | | | | | | |
| Financial Assets | | | | | | | | | |
| At Amortised Cost | | | | | | | | | |
| Cash and Cash Equivalents * | 0.13 | - | - | 0.13 | 0.24 | - | - | 0.24 | |
| Financial Liabilities | | | | | | | | | |
| At Amortised Cost | | | | | | | | | |
| Other payables* | 0.61 | - | - | 0.61 | 0.41 | - | - | 0.41 | |

* The carrying amounts of other payables and cash and cash equivalents approximates the fair values, due to their short-term nature.

There have been no transfers between Level 1, Level 2 and Level 3 for the period ended 31st March, 2023 and 31st March, 2022.

b. Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- Credit risk ; and
- Liquidity risk

Risk management framework

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management which includes to identify, analyse and monitor the risks faced by the Company.

(i) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. Credit risk on cash and cash equivalents as mentioned above is limited as the Company generally invests in deposits with banks with high credit ratings assigned by domestic credit rating agencies.

(ii) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are fallen due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The Company believes that its liquidity position, anticipated future internally generated funds from operations will enable it to meet its future known obligations in the ordinary course of business.

C Capital Management

The Company manages its capital to ensure that it will continue as going concern while maximising the return to stakeholders through the optimisation of the debt and equity balance.



DCM Realty and Infrastructure Limited

Notes to the financial statements for the year ended 31st March, 2023

13 The preliminary expenses are written off during the year in which they are incurred in pursuance of Ind AS - 38 "Intangible Assets".

14 Ratios

| No. | Ratio | UoM | Formula (refer below table for numerator and denominator details) | As at 31st March, 2023 | As at 31st March, 2022 | Variance % | Reason for Variance |
|-----|----------------------------------|-------|---|---------------------------|---------------------------|---------------|-------------------------------------|
| 1 | Current Ratio | Times | A ÷ B | 0.21 | 0.59 | -64.41% | Due to absence of business activity |
| 2 | Debt-equity Ratio | Times | | - | - | - | Not applicable due to nil debts |
| 3 | Debt service coverage ratio | Times | | - | - | - | Not applicable due to nil debts |
| 4 | Return on equity ratio | % | K ÷ average of F | 95.38% | -434.48% | -78.05% | Due to absence of business activity |
| 5 | Inventory turnover ratio | Times | | - | - | - | Not Applicable |
| 6 | Trade Receivables turnover ratio | Times | | - | - | - | Not Applicable |
| 7 | Trade Payable turnover ratio | Times | I ÷ average of D | - | - | - | Not applicable due to nil net sales |
| 8 | Net Capital turnover ratio | Times | I ÷ average of C | - | - | - | Not applicable due to nil net sales |
| 9 | Net profit ratio | % | K ÷ I | - | - | - | Not Applicable |
| 10 | Return on capital employed | % | J ÷ average of H | 95.38% | -434.48% | -78.05% | Due to absence of business activity |
| 11 | Return on Investment | % | K ÷ average of E | -167.57% | -144.83% | 15.70% | Not Applicable |

| No. | Base values | UoM | Reference | As at 31st March, 2023 | As at 31st March, 2022 |
|-----|---------------------|----------|-------------------------------------|---------------------------|---------------------------|
| A | Current assets | (₹/lakh) | Balance sheet (Current assets) | 0.13 | 0.24 |
| B | Current liabilities | (₹/lakh) | Balance sheet (Current liabilities) | 0.61 | 0.41 |
| C | Working capital | (₹/lakh) | A-B | -0.48 | -0.17 |
| D | Trade payables | (₹/lakh) | Balance sheet (trade payables) | 0.61 | 0.41 |
| E | Total assets | (₹/lakh) | Balance sheet (Total assets) | 0.13 | 0.24 |
| F | Equity | (₹/lakh) | Balance Sheet (refer note 2 & 5) | -0.48 | -0.17 |
| G | Debt | (₹/lakh) | There are no debts | - | - |
| H | Capital employed | (₹/lakh) | F + G | -0.48 | -0.17 |
| I | Net sales | (₹/lakh) | Statement of Profit and Loss | - | - |
| J | Profit before tax | (₹/lakh) | Statement of Profit and Loss | -0.31 | -0.63 |
| K | Profit after tax | (₹/lakh) | Statement of Profit and Loss | -0.31 | -0.63 |

Other statutory information

- No proceedings have been initiated or are pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the Rules made thereunder
- The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - 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 to or on behalf of the ultimate beneficiaries

The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

 - 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
- The Company has complied with the number of layers prescribed under clause 87 of Section 2 of the Act read with the Companies (Restriction on number of layers) Rules, 2017.
- The Company has not entered into any transaction with Companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956 both during the current or previous year.
- The Company is not declared willful defaulter by any bank of financial institution or other lenders.
- No Scheme of arrangement is approved by the Company.
- The Company does not own any immovable property.



DCM Realty and Infrastructure Limited

Notes to the financial statements for the year ended 31st March, 2023

- (viii) The Company has not entered into any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961.
- (ix) The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.
- (x) The Company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.
- (xi) The company has not granted any loans or advances in the nature of loans to promoters, Directors, Key Management Personnel and the related parties

15 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification/disclosure.

In terms of our separate report of even date

For Grewal & Singh

Chartered Accountants

Firm No. 012322N



Mohd. Ayub Ansari
Partner
M. No. 500810

Place: New Delhi
Date: 28.04.2023

Ashwani Kumar Singhal
Director
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