

## BOARD'S REPORT

Dear Members,

Your Directors take pleasure in presenting their 1<sup>st</sup> Annual Report of the Company together with the Audited Financial Statements and the Auditor's Report for the financial year ended 31<sup>st</sup> March, 2021.

### 1. Socio -Economic Environment

Friends, we are in the midst of a humanitarian crisis. We hope and pray that you all are well and keeping yourselves safe amid times that have proven tough for mankind. Financial Year (F.Y.) 2020-21 has been a year of learning. Even amidst the global disruption of 2020 your Company remained steadfast on partnering its customers to help them transform their lives. This has been possible because of your Company's unwavering focus on its purpose.

The year under review was a difficult one for economies and industries across the globe. The Indian economy witnessed one of its worst years. However, economic activities had started turning around by the second half of the financial year partly reflecting a series of strong contra-cyclical policy initiatives. Reflecting the pandemic impact, India's growth rate fell from 6.5% in F.Y. 2018-19 to 4% in F.Y. 2019-20 and further to a contraction of 7.3% during F.Y. 2020-21. However, the inherent strength of India's economy is evident in the fact that despite this unprecedented pandemic and the views of impending recession the economy seems to have absorbed the shock partly reflecting the timely intervention by the Government of India and the Reserve Bank of India.

Though downgraded from 10.5% earlier the RBI's forecast for India's F.Y. 2021-22 GDP is still a healthy 9.5%. Almost all rating agencies and leading banks predict a high single digit growth rate for India's GDP in F.Y. 2021-22 despite a severe second wave of COVID-19.

Led by the Company's optimistic outlook with confidence in the overall growth promise of the Indian economy and the financial sector, your Company remains dedicated and focussed on moving actively forward on its growth journey.




### 2. Financial results

The key results are given below:

(in Rs.)

Particulars	Year ended on 31 <sup>st</sup> March, 2021
Share Capital	10,00,000.00
Deposits	480216.01
Loan	862267.02
Income from operations	54322.02

NITANK URBAN INDIA NIDHI LIMITED | CIN: U65999MP2020PLN052455

 [www.nitanknidhi.com](http://www.nitanknidhi.com)
 [nitanknidhi2408@gmail.com](mailto:nitanknidhi2408@gmail.com)
 62650-89095, 84629-45843  
 Regd. Office: M.No. 484, Saket Colony, Tighra, Khamaria, Jabalpur, Madhya Pradesh - 482005 IN

Total expenditure	(116973.29)
Profit/(loss) before depreciation and tax	(62,651.27)
Depreciation	(26425.00)
Profit/(loss) before tax (PBT)	(89,076.27)
Tax expense	0
Profit/(loss) after tax (PAT)	(89,076.27)
Earnings per share (basic)	(8.91)
Earnings per share (diluted)	(8.91)

### 3. Financial Performance and Business Continuity

The Company got incorporated in F.Y. 2020-21 itself. The Company recorded revenue of Rs. 54322.02 and expenditure of Rs. 116973.29. Being the incorporation year, there were expenses involved for incorporation and other administrative expenses that is why this year the company was not able to be in a profitable state. However, keeping in view the projections and demand, the Board is sure that in F.Y. 2021-22, the Company will surely be in profitable state and there will be no looking back.

### 4. Dividend

The directors of the company do not recommend any dividend for the year. Consequently, the provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

### 5. Meetings of the Board

The Board met six times in the financial year 2020-21, 27<sup>th</sup> August, 2020, 21<sup>st</sup> September, 2020, 23<sup>rd</sup> October, 2020, 01<sup>st</sup> December, 2020, 30<sup>th</sup> January, 2021 and 30<sup>th</sup> March, 2021.

### 6. Capital and Reserves

During the F.Y. 2020-21, the Company got incorporated with a share capital of Rs. 10,00,000 divided into 1,00,000 equity shares of Rs. 10/- each. During the year under review, no new allotment is made in any manner and no amount was transferred to reserves. However, to provide shares for attaining membership of the company, 970 shares were transferred by Ms. Parineeta Rawat and the same were registered by the Company.

### 7. Material Changes and Commitments

There have been no material changes or commitments in the company which would affect its financial position for the year ended 31<sup>st</sup> March 2021.

### 8. Establishment of new branches

No new branches have been established in the F.Y. 2020-21.



### 9. Business Milieu and Prospects

At your Company, the focus going forward shall continue to be on strengthening asset quality and liquidity backed by continued risk mitigation measures to minimise the impact of COVID-19 on our business. Expansion of network investments in strengthening human capital as well as scaling up technology and digitalisation drives remain high on the priority agenda. Your Company has the team, the commitment, the capability and the financial strength to overcome the second wave as well.

### 10. Loan against gold

As on 31<sup>st</sup> March, 2021, loan against Gold Jewellery is outstanding at Rs. 862267.02.

### 11. Deposits

The Deposits outstanding as on 31<sup>st</sup> March, 2021 amounts to Rs. 480216.01. The Company has not made any default in repayment of deposits or payment of interest during the year.

### 12. Regulatory Compliance

Your Company has complied with all the regulatory provisions framed by the Ministry of Corporate Affairs Government of India and the Reserve Bank of India so far it is applicable to it. The Company has also complied with the requirements of all notifications issued by the MCA and Nidhi Rules, 2014 (as amended from time to time).

### 13. Conservation of Energy, Technology Absorption & Foreign Exchange earnings and outgo

The Company is engaged in the financial services / Nidhi business and therefore conservation of energy etc., have a limited application and hence we do not have any information to be published regarding Technology Absorption. However, the company follows a practice of purchasing and using energy efficient electrical and electronic equipment and gadgets for its operations. Also, there is no foreign exchange transaction causing foreign exchange earnings or outgo.

### 14. Directors' Responsibility Statement

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Act, that: -

- In the preparation of the Annual Accounts, the applicable Accounting Standards had been followed along with proper explanation relating to material departures.
- 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 statement of 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 Companies 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 for the year 2020-21 on a "going concern" basis.

e) The Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **15. Extract of Annual Return**

Pursuant to Companies (Management and Administration) Amendment Rules, 2021 notified vide notification no. G.S.R. 159(E). dtd. 05<sup>th</sup> March, 2021 and other previous developments made in this regard, the requirement of preparing MGT-9 (Extract of Annual Return) is done away with. However, the Company's annual return is available on the website of the company, <https://www.nitanknidhi.com>.

#### **16. Directors and Key Managerial Personnel, changes if any**

There have been no changes in the composition of Directors and Key Managerial Personnel during the period under review.

#### **17. Prevention of Sexual Harassment**

The Company has zero tolerance for sexual harassment at workplace and has adopted a policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace in line with the provisions of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules made there under. During the year under review, no complaints were received.

#### **18. Compliance with Secretarial Standard**

Your Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

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

There were no orders passed by such regulators or courts or tribunals which would impact the going concern status and company's affairs or operations for year ended 31<sup>st</sup> March, 2021.

**20. Details of Subsidiary/Joint Ventures/Associate Companies and performance and financial position of each of the subsidiaries, associates and joint venture companies included in the consolidated financial statement**

The Company has neither subsidiary/joint venture nor any associate companies for the year ending 31<sup>st</sup> March, 2021. Consequently, since the company does not have any subsidiary/joint venture or any associate companies subsequently there is no consolidation of the financial statements.

**21. Statutory Auditors**

Mr. Mukesh Kumar Jain, Chartered Accountant was appointed as first auditor of the company for audit of F.Y. 2020-21. Further, he has given his assent to be appointed as the Statutory Auditors of the company in the 1<sup>st</sup> AGM for a period of 5 years i.e., 2021-22, 2022-23, 2023-24, 2024-25 and 2025-26, at such remuneration as may be decided by the Board of Directors subject to approval of members by passing an ordinary resolution.

**22. Auditors' Report and Adequacy of Internal Financial Controls with reference to Financial Statements**

- a. Auditor's Report: The Auditor's Report on the accounts is self-explanatory. The observations of Auditor are explained, wherever necessary, in the notes to the accounts.
- b. Internal Financial Control: The Company has in place adequate internal financial controls with reference to financial statements.

**23. Particulars of loans, guarantees or investments under section 186**

No loan is granted, guarantee is provided or investment is made under section 186 during the F.Y. 2020-21.

**24. Particulars of contracts or arrangements with related parties:**

The company has not undertaken any related party transaction under Section 188 of the Companies Act 2013.

**25. Business Risk Management**

The Company has a Risk Management Policy, wherein all material risks likely to be faced by the Company viz. Credit Risk, Operational Risk, Price and Interest Rate Risk, Strategic Risk, Financial Risk, Regulatory Risk, Liquidity Risk, IT and Legal Risk are identified and assessed. The main objective of this policy is to ensure sustainable business growth with stability and to promote a pro-active approach in reporting, evaluating and resolving risk associated with the Business.

**26. Applicability of Cost Records**





The provisions as per Section 148(1) of the Companies Act, 2013 in respect of Cost Records are not applicable on the company.


## 27. Acknowledgement

Your Directors place on record their deep appreciation to employees at all levels for their hard work, dedication and commitment. The Directors would like to express their sincere appreciation for the support and co-operation received especially from Members and well-wishers, Central & State Governments, Ministry of Corporate Affairs, Registrar of Companies, Reserve Bank of India, Government Departments and Banks during the year under review. The Board acknowledges your confidence and continued support and looks forward to receive the same in future as well.

Finally, I would like to mention that it has been a real privilege for me to serve you all as your Company's Chairman. I remain confident that the Board and all the employees will continue to work with dedication.

FOR AND ON BEHALF OF THE BOARD  
NITANK URBAN INDIA NIDHI LIMITED

For Nitank Urban India Nidhi Ltd.




Auth. Signatory

PARINEETA RAWAT  
DIN: 08845882  
DIRECTOR

DATE: 07.12.2021  
PLACE: JABALPUR




For Nitank Urban India Nidhi Ltd.



Auth. Signatory

SANJAY KUMAR RAWAT  
DIN: 08845881  
DIRECTOR

NITANK URBAN INDIA NIDHI LIMITED | CIN: U65999MP2020PLN052455

 [www.nitanknidhi.com](http://www.nitanknidhi.com)  [nitanknidhi2408@gmail.com](mailto:nitanknidhi2408@gmail.com)  62650-89095, 84629-45843  
Regd. Office: M.No. 484, Saket Colony, Tighra, Khamaria, Jabalpur, Madhya Pradesh - 482005 IN