

ESTD 1894

Head Office : 4377049
2346863, 2344248

**MADURAI HINDU
PERMANENT NIDHI LIMITED**

No. 51-52, WEST TOWER STREET, MADURAI - 625 001.
(Company CIN.No. U65991 TN 1918 PLC 001601)

**STATEMENT OF ACCOUNTS FOR THE YEAR ENDED
31st MARCH 2022**

**AND
128th ANNUAL REPORT**

**ANNUAL GENERAL MEETING 2022
28-09-2022**

MADURAI HINDU PERMANENT NIDHI LIMITED

**No. 51-52, WEST TOWER STREET,
MADURAI - 625 001.**

LIST OF DIRECTORS

1. Sri. S.Kathiresan, M.Sc., B.L., - Director - Chairman
2. Sri. B.Chandragupthan - Director - Vice - Chairman
3. Dr. R.Gurusundar, M.B.B.S.,P.G.D.D.,M.S., - Director - Vice - Chairman
4. Selvi. G.Dhakshayani, B.A.,B.L., - Director
5. Smt. R.Rajarajeswari - Director
6. Sri. S.Ramesh - Director
7. Sri. S.Sadagopan, B.Sc., - Director

MADURAI HINDU PERMANENT NIDHI LIMITED

51-52, WEST TOWER STREET, MADURAI - 625 001.

CIN No. U65991 TN 1918 PLC 001601

NOTICE TO THE SHAREHOLDERS

Notice is hereby given that the 128th Annual General Meeting of the Shareholders of the Company will be held at 10.00 A.M. on Wednesday, 28-09-2022 at the Registered Office, No.51-52, West Tower Street, Madurai - 625 001, through Video / Audio Conferencing to transact the following business.

ORDINARY BUSINESS

1. To receive and adopt the Directors' Report, the Audited Balance Sheet and the Statement of Profit and Loss together with Auditor's Report thereon for the year ended 31st March 2022.
2. To appoint a Director in the place of Smt. R.Rajarajeswari (DIN : 07269579) who retires by rotation and being eligible, offers herself for re-appointment.
3. To appoint a Director in the place of Sri. S.Ramesh (DIN : 07271528) who retires by rotation and being eligible, offers himself for re-appointment.
4. To appoint the Auditor for the year 2022 - 2023 and to fix his remuneration. The Retiring Auditor Shri. D.Venkataraman, chartered Accountant, Madurai is eligible for re-appointment.

Place : Madurai.

Date : 29.08.2022

By Order of the Board,

(Sd.) S.Kathiresan

CHAIRMAN

AS SPECIAL BUSINESS

1. To appoint three directors in their places viz.,
 - 1) Sri. B.Chandragupthan
 - 2) Dr. R.Gurusundar and
 - 3) Selvi. G.Dhakshayani, who are all retiring at the Annual General Meeting on completion of 10 Years of continuous service.

Place : Madurai.

Date : 29.08.2022

By Order of the Board,

(Sd.) S.Kathiresan

CHAIRMAN

Notes :

1. Pursuant to the Circular No.14/2020, 20/2020 dated 08.04.2020, 05.05.2020 issued by the Ministry of Corporate Affairs, the facility to appoint a proxy to attend and cast vote instead of the member not available for this Annual General Meeting.
2. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a pre-requisite and pursuant to the Circular No.14/2020 dated 08.04.2020, issued by the Ministry of Corporate Affairs, physical attendance of the Members to the AGM venue is not required. So we conducted AGM in Last 2 years through Video / Audio Conference. MCA additionally issued a circular No.2/2022 dt 05.05.2022, all Companies conduct their AGM through Video / Audio conference upto 31.12.2022. We will conduct AGM for 2022 through Video / Audio conference only. In view of the above, the company Proposes to conduct AGM this year also through Video / Audio Conferencing only. Hence, Members have to attend and participate in the ensuing AGM through Video / Audio Conference (VC).
3. Those members whose emails ID are not registered are requested to send their email ID immediately.
4. The Members can join the AGM in the Video / Audio Conference (VC) mode 15 minutes before and upto 15 minutes after the schedule time of the commencement of the meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through Video / Audio Conference (VC) will be made for 1000 members on first come first served basis. This will not be applicable to large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Directors, Key Managerial Personal, the Chairperson of the Audit Committee, Nomination Remuneration Committee and Stakeholders Relationship Committee, Auditors, who are allowed to attend the AGM without restriction on account of first come first served basis.

5. The attendance of the Members attending the AGM through Video/ Audio Conference (VC) will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act 2013.
6. All documents referred to in the Notice in connection with calling the AGM are available on the website of the Company for inspection by the Members.
7. Members intending to participate in the Video / Audio Conference (VC) at the Annual General Meeting or to get information regarding Balance Sheet and Statement of Profit and Loss or the report of Directors or any other matter at the Annual General Meeting are requested to give notice in writing to the company at least 7 days prior to the Meetings, so that the company shall be in a position to prepare the required information to furnish the same at the Meeting. Only those members who have registered will be allowed to participate in the Video / Audio Conference (VC). Each member will be allowed to speak only 3 minutes due to shortage of time.
8. Members are requested to intimate the office of any change in the Door numbers of their addresses with Pin code numbers along with ID Proof, Mobile Number and email ID, in order to contribute towards greener environment and to receive all documents, notices, including Annual reports and other communications of the Company.
9. a) As per Ministry of Corporate Affairs Notification No.GSR.908(E) dated 23.09.2016, Nidhi Companies are exempt from providing e-voting facility.
b) As per Ministry of Corporate Affairs Notification No.GSR 465 (E) dated 05.06.2015, Shareholders who hold shares of more than one thousand rupees in face value or more than 1% of the total paid-up share capital of the Company whichever is less are eligible to get Notice of AGM and Annual Report individually only through email IDs.

10. Shareholders can cast their vote through their registered email ID to the designated email viz mduindupermanentfund@gmail.com (or) fundoffice@tmhpf.com 48 hours before commencement of Annual General Meeting.
11. Members are requested to send their request through email addressed to the Company's email ID : mduindupermanentfund@gmail.com (or) fundoffice@tmhpf.com to get the ID and password to participate in the AGM to be held through Video / Audio Conference (VC) atleast 10 days in advance.
12. The Register of Members will remain closed from 22.09.2022 to 28.09.2022 [both days inclusive] under Section 91 of the Companies Act, 2013.
13. Pursuant to the provisions of Section 123 & 124 of the Companies Act, 2013, (as amended) Dividend and Matured Deposits remaining unclaimed for a period of seven years will be transferred to the "Investors Education and Protection Fund" of the Central Government. Members who have not received dividend / encashed dividend warrants and unclaimed matured Deposits which are not transferred to "Investors Education and Protection Fund" as per Section 124 & 125 of the Companies Act, are requested to make their claim at the Registered Office immediately.
14. In terms of Section 160 (1) of the Companies Act, 2013, if any member is proposed to be appointed as a director of the Company, the proposal for his/her appointment shall be made along with his/her Director Identification Number (DIN) to the Company by any other member on his / her behalf, at least 14 days before the Annual General Meeting. As prescribed under Section 160(1), the proposal shall be accompanied by a deposit of Rs.10,000/- which shall be refunded to the person, in case he / she is elected as a director or gets more than 25% of the total valid votes cast.

15. In respect of Nomination.

- (a) Valid Nomination papers along with the deposit may be filed with the Company before 4.00 P.M. from 09.09.2022 to 14.09.2022.
- (b) The Nomination papers will be scrutinized by Sri. S.Santharam, B.A.,Eco.,Dip.in Management and Sri. S.Kamu, B.A., in presence of the Chairman on 15.09.2022 at 3 P.M.
- (c) Withdrawal of Nomination papers may be made on or before 16th September 2022 before 4.00 P.M.
- (d) Election if required will be conducted on 28th September 2022 through Postal Ballots.
- (e) After Scrutiny of nomination final list of nominees known immediately. If required, Postal ballots will be sent to the members of the company. They have to cast their vote in the ballot and submit the same through post only with in 48 hours before the date of AGM on 28.09.2022.

Place : Madurai.

Date : 29.08.2022

By Order of the Board,

(Sd.) S.Kathiresan

CHAIRMAN

MADURAI HINDU PERMANENT NIDHI LIMITED

51-52, WEST TOWER STREET, MADURAI - 625 001.

CIN. No. : U65991 TN 1918 PLC 001601

EXPLANATORY STATEMENT FOR THE ITEMS OF SPECIAL BUSINESS

SPECIAL BUSINESS : ITEM NO. 1

1. Sri. B.Chandragupthan, 2) Dr. R.Gurusundar and 3) Selvi. G.Dhakshayani will be completing 10 years of continuous service as a director at the conclusion of the forthcoming Annual General Meeting. Under Rule 17(2) of the Nidhi Rules, 2014, their term of office as a director will conclude.

Accordingly, valid nominations for the position of director of the company, if received under section 160 of the Companies Act, 2013 with the prescribed deposit, will be considered as per schedule fixed in the Notice of the Annual General Meeting and elections, if required, will be held at the Annual General Meeting in accordance with Law.

In case any relative of a director is appointed, the concerned director may be deemed to be interested in the appointment.

Place : Madurai.

Date : 29.08.2022

By Order of the Board,

(Sd.) S.Kathiresan

CHAIRMAN

**THE 128TH ANNUAL REPORT OF
MADURAI HINDU PERMANENT NIDHI LIMITED**

51-52, WEST TOWER STREET, MADURAI - 625 001.

CIN. No. : U65991 TN 1918 PLC 001601

REPORT OF THE DIRECTORS AND MANAGEMENT
DISCUSSION AND ANALYSIS

Your Directors are pleased to present the 128th Annual Report together with the Audited Accounts of the Nidhi for the year ended 31st March 2022.

FINANCIAL RESULTS

Particulars	31-03-2022 Rs.	31-03-2021 Rs.
Gross Receipts	9,99,00,528	10,27,93,592
Total Expenses	9,74,48,847	10,19,92,461
Net Profit/Loss before Tax	24,51,681	8,01,131
Net Profit/Loss after Tax	24,51,681	8,01,131

Performance of the Company :

BUSINESS & OPERATIONAL REVIEW

The Net Profit of the year is appropriated as detailed in the statement of Profit and Loss Account. The Company has complied with all the directions issued by the Registrar of Companies for Nidhi Companies then and there barring Net Owned Funds.

By the concerted efforts of the management, with the excellent co-operation of our employees and the Share holders of the company could achieve a net profit (before tax) of Rs.24,51,681/- as against net Profit (before tax) of Rs.8,01,131/- in the last year.

Your Directors reviewed the liquidity and interest rate sensitivity and initiated steps for management of liquidity, interest rates etc., on an on going basis. Interest rates on deposits and advances are reviewed periodically for an alignment in tune with the emerging market trend. The Deposit position is monitored carefully and handled diligently and the deposit level on 31.03.2022 is Rs.76,02,59,960/- The Company has stopped accepting fresh Fixed Deposits after January 2020.

Your Directors are taking concerted efforts to improve the credit port folio of your Nidhi and the advance position stood at Rs.61,80,22,260/- at 31.03.2022 and in the prevailing conditions the working of the Company is outstanding.

Your Directors are taking effective steps to collect the arrears on the Suit filed and decreed Accounts. The Directors are willing to accept the undecreed amount from the borrowers through one time settlement.

FUTURE PROSPECTS

Your Directors are fervently hopeful of achieving much better results in the ensuing financial year 2022-2023.

INSPECTION OF TITLE DEEDS AND JEWELS

Mrs. R.Amutha, M.A.,B.L., Advocate inspected the Title Deeds and verified the Fixed Assets etc., and **Mr. R.Suresh & Mr. R.Ganesan** are Jewel Appraisers have inspected the jewels pledged with the Head Office of the Nidhi and its Branches and their reports are affixed in the Notice Board of the Nidhi

DIRECTORS

Directors Sri. S.Kathiresan M.Sc.,B.L., Sri. B.Chandragupthan, Dr. R. Gurusundar M.B.B.S., P.G.D.D.M.S. retired by rotation at the last Annual General Meeting and they were re-appointed.

RETIRING DIRECTORS BY ROTATION

The following Directors retire by rotation at the ensuing Annual General Meeting and by their consent they are eligible for re-appointment.

1. **Smt. R.Rajarajeswari**
2. **Sri. S.Ramesh**

MEETING

During the financial year 2021 - 2022, 27 Board Meetings and 49 Committee Meetings were held.

STATUTORY AUDITORS

Our company Auditor Shri. D.Venkataraman, Chartered Accountant, Madurai is retiring at the ensuing Annual General Meeting and is eligible for reappointment. The Board recommends his appointment as the Statutory Auditor of the Company from the conclusion of the ensuing

Annual General Meeting till the conclusion of the next Annual General Meeting. The company has received a letter from him stating that the appointment, if made shall be within the prescribed limit U/S.139 (1).

AUDITOR'S REPORT

The Madura Hindu Permanent Fund Employees Gratuity Trust which is managed by LIC of India which was approved by The Commissioner of Income Tax Madurai.

A Sum of Rs.27,24,475/- as additional contribution towards Gratuity Fund has been made to LIC during the financial year 2021 - 2022. The Management has written off a sum of Rs.6,58,762/- as IV Installment towards Rs.33.02,396/- and an amount of Rs.22,00,000/- as III Installment towards Rs. 1,10,00,000/- Further an amount of Rs.2,00,000 /- as II Installment towards Rs. 10,00,000/- made as additional contribution during the year 2020 - 2021. An amount of Rs.5,44,895/- has been written off as I installment towards the additional contribution of Rs.27,24,475/- during the financial year 2021-2022. As per estimate of the management, this benefit will be available only in the long run and hence it is felt appropriate to write it off in five annual equal installments.

On 19.03.2022, the A.A.O. and jewel Appraiser of one of the branches of the company found 3 Jewel Pockets belonging to a borrower were missing when the borrower called them at the branch for closure of the Account and redeem the Pledged Jewels. The officials of the branch immediately lodged a Complaint on 20.03.2022 with the Police Department. Police officials made enquiry and find the staff responsible for this theft/missing. They have recovered the theft jewels from the concerned staff and submitted the 3 jewel pockets to the judicial magistrate court - II. The branch officials filed a petition in the court and received all the jewel pockets safely. The concerned borrower / member was called immediately and released all the jewels upon remittance of the entire loan outstanding in his account. The matter was settled by the company and disciplinary action taken against the erring staff members.

CHANGE IN THE NATURE OF BUSINESS, IF ANY :

There was no change in the nature of business of the company during the year.

**TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR
EDUCATION AND PROTECTION FUND :**

There are no Transfer of Unclaimed Dividend to Investor Education and Protection Fund during the financial year 2021 - 2022.

MATERIAL CHANGES AND COMMITMENTS :

There are no material changes and commitments subsequent to the period of financial statements i.e from 01.04.2022 to the date of signing of the Financial statements and report thereon.

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

The Provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the company.

DEPOSITS

The amount of deposits held by the Company as on 31st March 2022 was Rs.76,02,59,960/- The Company accepts deposits only from its members as per the Memorandum and Articles of Association of the Nidhi. All deposits which matured during the year were either renewed or repaid as and when the depositors made their claim and there was no delay in repayment of Matured Deposits.

NET OWNED FUND

Net Owned Funds to deposits ratio stood at 1:66 as on 31.03.2020. This ratio was brought down to 1:60 as on 31.03.2021 and further brought down to 1:46 as on 31.03.2022. The Company is taking all out efforts to bring down the Net owned Fund to deposit ratio to the stipulated level of 1:20. The Company's Directors are confident of bringing down the ratio to the stipulated level of 1:20 at the earliest.

DIVIDEND

As per Nidhi rules 2014 the company has to strengthen the Net Owned Fund and as such your Directors do not recommend Dividend for the year ended 31st March 2022.

TAXATION

Income Tax Assessments have been completed up to the Assessment year 2021 - 2022.

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

The provision of corporate social responsibility is not applicable to the company.

RISK MANAGEMENT POLICY

The Company has a Proper Risk Management Policy to deal with elements of risk associated to the business of the company.

SUBSIDIARY, JOINT VENTURES AND ASSOCIATE COMPANY

The Company does not have Subsidiary Company or Associate Company and has not entered into any joint ventures.

SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS

During the year no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operation in future.

CHANGES IN SHARE CAPITAL

During the year, the company has increased the equity share capital to Rs.55,55,780/-and it has allotted 34,310 equity shares of Rs.10/- each.

EXTRACT OF ANNUAL RETURN

As required pursuant to section 92(3) of the companies act, 2013 and rule 12(1)of the companies (Management & Administration) Rules, 2014 an extract of annual return in MGT-9 is given as part of this Annual report.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENT UNDER Sec.186

No Loans, Guarantee or investment under sec.186 have been made during the year.

**PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH
RELATED PARTIES**

No contracts or arrangements with related parties have been entered into by the company during the year.

PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

The disclosures in terms of provisions of section 197(12) of the Companies Act, 2013 read with Rule 5(2) and (3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, are not applicable to the company.

INDUSTRIAL RELATIONS AND PERSONNEL

The Company has 115 employees as on 31.03.2022. Industrial relation continues to be cordial.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has an adequate internal control system commensurate with the size, scale and complexity of its operations.

**DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE
AND PROVIDING VIGIL MECHANISM**

The provisions of section 177 of the companies Act, 2013 read with rule 6 and 7 of the companies (Meetings of the Board and its powers) Rules 2014 is not applicable to the company.

**DISCLOSURE UNDER THE SEXUAL HARASSMENT OF
WOMEN AT WORK PLACE**

(Prevention, Prohibition and Redressal) Act 2013.

The Company has been employing women employees in various cadres in its Head Office and its branches. The Company has in place an anti-harassment policy in line with the requirement of the sexual harassment of women at work place (Prevention, Prohibition and Redressal) Act 2013.

Internal complaint Committee has been set up to redress complaint received regularly. There was no complaint received from any women employee during the financial year 2021-2022 and hence no complaint is outstanding as on 31.03.2022 for redressal.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 134 of the Companies Act 2013, with respect to Directors responsibility statement, it is hereby confirmed.

- I. That in the preparation of Annual Accounts for the financial year ended 31st March 2022, the applicable Accounting Standards had been followed along with proper explanation relating to material departures.
- II. That the Directors had selected such accounting policies and applied them consistently and made such Judgements and estimates that were 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 the statement of the profit and loss of the company for the year under review.
- III. That the Directors had taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safe guarding the Assets of the Company and for preventing/detecting fraud and other irregularities.
- IV. That the directors had prepared the Annual Accounts on a going concern basis.
- V. The Directors had laid down Internal Financial Controls to be followed by the company and that such Internal Financial Controls are adequate and were operating effectively.
- VI. 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.

STATEMENT UNDER COMPANIES (DISCLOSURE OF PARTICULARS IN THE REPORT OF THE BOARD OF DIRECTORS) RULE 8(3) OF COMPANY RULES 2014

As the Company is a Nidhi doing Non-Banking Financial Business, the Provisions of Section 134(3) (M) relating to the disclosures of particulars of conservation of Energy, Technology, Absorption and Foreign Exchange are not applicable.

COST AUDIT

Cost Audit is not applicable to the company.

GRATUITY AND RETIREMENT FUND

The Company has formed a Trust in the Name of "The MHPF EMPLOYEES GRATUITY TRUST." None of the employees is prejudiced.

The Directors pray for the blessings of Goddess Meenakshi Amman for the continued prosperity of the Nidhi.

ACKNOWLEDGEMENT

The Board acknowledge the services rendered by the Employees, Share Holders, Banks and other Agents who have supported the Company to achieve the result.

Place : Madurai.

Date : 29.08.2022

By Order of the Board,

(Sd.) S.Kathiresan

CHAIRMAN

FINANCIAL HIGHLIGHTS

(Amount in Rs.)

YEAR	SHARES (in No's)	DEPOSITS	LOANS	PROFIT	RESERVES
2013	4,06,042	99,55,27,243	86,60,15,415	1,06,80,039	8,16,45,271
2014	4,23,259	117,17,70,864	88,10,43,136	49,85,421	7,89,32,665
2015	4,35,818	97,54,81,859	70,71,68,468	25,92,669	8,55,89,788
2016	4,46,510	85,47,35,681	57,58,02,969	62,347	8,52,30,529
2017	4,59,519	82,56,35,124	65,28,86,093	(64,50,473)	7,87,80,055
2018	4,74,611	82,76,84,869	63,24,28,354	(95,43,261)	6,92,36,794
2019	4,87,847	79,01,34,121	63,70,98,238	28,940	6,75,74,809
2020	5,01,428	83,68,24,289	66,84,92,789	(66,91,371)	6,08,83,438
2021	5,21,268	81,07,82,912	66,82,17,646	8,01,131	6,16,84,570
2022	5,55,578	76,02,59,960	61,80,22,260	24,51,681	6,41,36,251

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on financial year ended on 31-03-2022

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Company (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS :

1. CIN	U65991 TN 1918 PLC 001601
2. Registration Date	22-01-1894
3. Name of the Company	Madurai Hindu Permanent Nidhi Limited
4. Category / Sub-Category of the Company	Public Company - Limited by Shares
5. Address of the Registered office & contact details	51-52, West Tower Street, Madurai - 625 001. Ph : 0452-2344248, 2346863
6. Whether listed company	No
7. Name, Address and Contact details of Registrar & Transfer Agent, if any	Not applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated :-)

S.N.	Name and Description of main products / Services	NIC Code of the Product / Service	% to total turnover of the Company
1.	Accepting Deposits	99711210	100%
2.	Loan Lending on House Property, Jewels and on Deposits	99711352	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S.N.	Name and address of the Company	CIN / GLN	Holding / Subsidiary / Associate	% of Shares held	Applicable Section
1.					
2.					
3.					

IV. SHARE HOLDING PATTERN

(Equity share capital breakup as percentage of total Equity)

(i) Category - wise Share Holding

Category of Share Holders	No. of Shares held at the beginning of the year [As on 31 March - 2021]				No. of Shares held at the end of the year [As on 31 March - 2022]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A.Promoters									
(1) Indian									
a) Individual / HUF			-	0.00%	Nil		-	0.00%	0.00%
b) Central Govt			-	0.00%	Nil		-	0.00%	0.00%
c) State Govt (s)			-	0.00%	Nil		-	0.00%	0.00%
d) Bodies Corp.		Nil	-	0.00%	Nil		-	0.00%	0.00%
e) Banks / FI			-	0.00%	Nil		-	0.00%	0.00%
f) Any other			-	0.00%	Nil		-	0.00%	0.00%
Sub Total (A) (1)	-	-	-	0.00%	-	-	-	0.00%	0.00%
(2) Foreign									
a) NRI Individuals			-	0.00%	Nil		-	0.00%	0.00%
b) Other Individuals			-	0.00%	Nil		-	0.00%	0.00%
c) Bodies Corp.			-	0.00%	Nil		-	0.00%	0.00%
d) Any other			-	0.00%	Nil		-	0.00%	0.00%
Sub Total (A) (2)	-	Nil	-	0.00%	-	-	-	0.00%	0.00%
Total (A)	Nil	-	-	0.00%	-	-	-	0.00%	0.00%
B.Public Shareholding									
1. Institutions									
a) Mutual Funds			-	0.00%	Nil		-	0.00%	0.00%
b) Banks / FI			-	0.00%	Nil		-	0.00%	0.00%
c) Central Govt.			-	0.00%	Nil		-	0.00%	0.00%
d) State Govt (s)			-	0.00%	Nil		-	0.00%	0.00%
e) Venture Capital Funds			-	0.00%	Nil		-	0.00%	0.00%
f) Insurance Companies		Nil	-	0.00%	Nil		-	0.00%	0.00%
g) FIs			-	0.00%	Nil		-	0.00%	0.00%
h) Foreign Venture Capital Funds			-	0.00%	Nil		-	0.00%	0.00%
i) Others (specify)			-	0.00%	Nil		-	0.00%	0.00%
Sub Total (B) (1)	-	-	-	0.00%	-	-	-	0.00%	0.00%

2. Non-Institutions

a) Bodies Corp.									
i) Indian			-	0.00%			-	0.00%	0.00%
ii) Overseas			-	0.00%			-	0.00%	0.00%
b) individuals									
i) individuals shareholders holding nominals share capital upto Rs.1 lakh			-	0.00%			-	0.00%	0.00%
ii) individual shareholders holding nominal share capital in excess of Rs.1 lakh			-	0.00%			-	0.00%	0.00%
c) Others (specify)		521268	521268	100%		555578	555578	100%	6.58%
Non Resident Indians			-	0.00%			-	0.00%	0.00%
Overseas Corporate Bodies			-	0.00%			-	0.00%	0.00%
Foreign Nationals			-	0.00%			-	0.00%	0.00%
Clearing Members			-	0.00%			-	0.00%	0.00%
Trusts			-	0.00%			-	0.00%	0.00%
Foreign Bodies-D R			-	0.00%			-	0.00%	0.00%
Sub-total (B) (2)	-	521268	521268	100%		555578	555578	100%	6.58%
Total-Public (B)	-	521268	521268	100%		555578	555578	100%	6.58%
C. Shares held by Custodian for GDRs & ADRs			Nil				Nil		
Grand Total (A + B + C)		521268	521268	100%		555578	555578	100%	6.58%

(ii) Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% Change in Share holding during the year
		No.of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	No.of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	
1								
2								
3								
4								

(iii) Change in Promoters' Shareholding (Please specify, if there is no change)

SN	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year						
	Changes during the year						
	At the end of the year						

(iv) Shareholding Pattern of top ten Shareholders

(other than Directors, Promoters and Holders of GDRs and ADRs) :

SN	For each of the Top 10 Shareholders	Shareholding at the beginning of the year				Reason	Cumulative Shareholding during the year	
		No. of Shares	% of Total shares of the Company	Date	Increase / decrease Share holding		No. of shares	% of Total Shares of the Company
1.	Sri. M.Jayaraman	1800	0.345				1800	0.324
2.	Sri. G.Srinivasan	1709	0.328				1709	0.308
3.	Sri. R.Ramanathan	1510	0.289				1510	0.271
4.	Sri. P.Kumarasamy	1300	0.249				1300	0.234
5.	Sri. V.Venkatajothi	1202	0.231	30.10.2021	100	Addl.shares purchased	1302	0.234
6.	Sri. S.Marimuthu	901	0.173				901	0.162
7.	Smt.J.Kanagalakshmi	801	0.154				801	0.144
8.	Sri. V.Elango	701	0.134				701	0.126
9.	Sri. S.Rathinakumar	701	0.134				701	0.126
10.	Sri. R.Janakiramulu	600	0.115				600	0.108
	Total Shares	11225			100		11325	

(v) Shareholding of Directors and Key Managerial Personnel

S. No	Shareholding of each directors	Shareholding at the beginning of the year				Reason	Cumulative Shareholding during the year	
		No. of shares	% of Total shares of the Company	Date	Increase / decrease Share holding		No. of shares	% of Total Shares of the Company
1.	Sri. B.Chandragupthan	2501	0.480	29.11.2021 25.12.2021 13.03.2022	500 500 500	Addl.shares purchased	4001	0.720
2.	Dr. R.Gurusundar	1510	0.290	29.11.2021 25.12.2021 13.03.2022	500 500 500	Addl.shares purchased	3010	0.542
3.	Selvi. G.Dhakshayani	1501	0.288	29.11.2021 25.12.2021 13.03.2022	500 500 500	Addl.shares purchased	3001	0.540
4.	Sri. S.Kathiresan	1501	0.288	29.11.2021 25.12.2021 13.03.2022	500 500 500	Addl.shares purchased	3001	0.540
5.	Smt. R.Rajarajeswari	1511	0.290	29.11.2021 25.12.2021 13.03.2022	500 500 500	Addl.shares purchased	3011	0.542
6.	Sri. S.Ramesh	1600	0.307	29.11.2021 25.12.2021 13.03.2022	500 500 500	Addl.shares purchased	3100	0.558
7.	Sri. S.Sadagopan	1500	0.288	29.11.2021 25.12.2021 13.03.2022	500 500 500	Addl.shares purchased	3000	0.540
	Total Shares	11624			10500		22124	

(V) INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	19600000	0	810782912	830382912
ii) Interest due but not paid	0	0	5536447	5536447
iii) Interest accrued but not due	0	0	7393083	7393083
Total (i + iii)	19600000	0	823712442	843312442

Change in Indebtedness during the financial year

* Addition	12361185	0	649424845	661786030
* Reduction	31961185	0	700034632	731995817
Net Change	(19600000)	0	(50609787)	(70209787)

Indebtedness at the end of the financial year

I) Principal Amount	-	0	760259960	760259960
ii) Interest due but not paid	-	0	5235843	5235843
iii) Interest accrued but not due	-	0	7606852	7606852
Total (i + iii)		0	773102655	773102655

(VI) REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and / or Manager

Sl.No.	Particulars of Remuneration	Name of MD/WTD/Manager				Total Amount
		----	----	----	----	
1.	Gross Salary					
	(a) Salary as per provisions contained in section 17 (1) of the Income - tax Act, 1961					/
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961					/
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961					/
2.	Stock Option			Nil		
3.	Sweat Equity			/		
4.	Commission - as % of profit - others, specify			/		
5.	Others, please specify					
	Total (A)					

B. Remuneration of other Directors

S.No.	Particulars of Remuneration	NAME OF DIRECTORS									Total Amount	
		B.Chandra Gupthan	R.Gurusundar	G.Dhakshayani	S.Kathiresan	R.Raja Rajeswari	S.Ramesh	S.Sadagopan				
1.	Independent Directors											
	Fee for attending board committee meeting											
	Commission											
	Others please specify											
	Total (1)											
2.	Other non executive Directors											
	Fee for attending board meeting	179000	179000	179000	179000	179000	179000	179000	179000	179000	179000	1253000
	Committee meeting	800	1600	800	21500	800	21500	800	20700	21500	67700	
	Commission											
	Others please specify											
	Total (2)	179800	180600	179800	200500	179800	200500	179800	199700	200500	200500	1320700
	Total (B) =(1+2)	179800	180600	179800	200500	179800	200500	179800	199700	200500	200500	1320700
	Total Managerial Remuneration											
	Overall Ceiling as per the Act	Sitting Fees of Rs.1,00,000/- per Committee / Board Meeting per Director										

(C) Remuneration to Key Managerial Personnel other than MD / Manager / WTD

S.N.	Particulars of Remuneration	Name of MD / WTD / Manager			Total Amount (Rs/Lac)
		Name	CEO	CFO	
	Designation				
1.	Gross Salary				/
	(a) Salary as per provision contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) of Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) of Income-tax Act, 1961				
2.	Stock Option				
3.	Sweat Equity				
4.	Commission				
	- as % profit				
	- others, specify				
5.	Others, please specify				
	TOTAL				

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES :

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty					/
Punishment					
Compounding					
B. DIRECTORS					
Penalty					/
Punishment					
Compounding					
C. OTHER OFFICERS					
Penalty					/
Punishment					
Compounding					

INDEPENDENT AUDITOR'S REPORT

To the Members of Madurai Hindu Permanent Nidhi Limited Report on the Audit of the Financial Statements

Opinion

I have audited the financial statements of **Madurai Hindu Permanent Nidhi Limited** ("the Company"), which comprise the Balance Sheet as at **31st March 2022**, the statement of Profit and Loss, 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 of the Company.

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid financial statements, subject to Note on AS15(R), regarding amortization of terminal compensation to employees who opted for voluntary retirement and contribution by the company to Gratuity Fund administered by LIC resulting in the net understatement of Profit by Rs.38.06 lakhs and overstatement of other Current assets by Rs.78.38 lakhs, give the information required by the Act in the manner so required and give a true and fair view, in conformity with the accounting principles generally accepted in India,

- i) Of the state of affairs of the Company as at 31 March 2022,
- ii) Of the Profit for the year ended on that date
- iii) And of its cash flows for the year ended on that date.

Basis for Opinion

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. My responsibility under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am 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 my audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder and I have fulfilled our other ethical responsibilities in

accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion on the Financial Statement.

Management's Responsibilities for the 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, 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors are 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 the Board of Directors 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

My 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 my 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, I exercise professional judgment and maintain professional scepticism throughout the audit. I 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 my 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, I am also responsible for expressing my opinion on whether the Company has adequate Internal Financial Controls system with reference to Financial Statement 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 Company.
- ◆ Conclude on the appropriateness of Board of Director'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 stability to continue as a going concern. If I conclude that a material uncertainty

exists, I am required to draw attention in my auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my 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 representing the underlying transactions and events in a manner that achieves fair representation.

I 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 my audit.

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

Information other than the Financial Statements and Auditor's Report thereon :`

The Company's Board of Directors is responsible for other information. The other information comprises the information included in the financial highlights, board's report, corporate governance report but does not include the financial statements and my auditor's report thereon.

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

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears

to be materially misstated. If, based on the work I performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Emphasis of Matters

A.S- 9 Revenue recognition :

Interest on Loans is recognised on accrual basis. Interest on Bank deposit is recognised as per certificate issued by the Bank. Amount claimed and paid in respect of credit balances written back in earlier year has been treated as expenditure in the current year.

A S- 22 Provision for current and deferred tax :

No provision for deferred tax liability/asset has been made for the year. My opinion is not modified by the matters emphasised.

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, I give in the "**Annexure A**", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 2.(A)As required by Section 143(3) of the Act, I report that:
 - (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
 - (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss Account, (including other comprehensive income), and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

- (d) In my opinion, the aforesaid standalone Financial Statements comply with the Accounting Standards 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 at 31-03-2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31-03-2022 from being appointed as a director in terms Section 164 (2) of the Companies Act 2013.
- (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 my separate Report in “**Annexure B**”.
- (g) No remuneration is paid by the Company to its Directors. Only sitting fees is paid to the Directors and hence are not covered by Section 197 of the Companies Act 2013.
- (B) 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 my opinion and to the best of my information and according to the explanations given to me:
 - (a) There is no impact of pending litigations on its financial statements other than provisions already made in the books of accounts.
 - (b) The Company did not have any long-term contracts, including derivative contracts for which there were any material foreseeable losses.
 - (c) There has been no delay in transferring amounts, which were required to be transferred, to the Investor Education and Protection Fund by the Company.
 - (d) (i) The Company has represented that, to the best of its knowledge and belief, no funds (which are materials either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including

foreign entity ("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.

- (ii) The Company has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("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 the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to my notice that has caused me to believe that the representations, under sub-clause (i) and (ii) of Rule 11 (e), as provided under (a) and (b) above, contain any material misstatement.
- (e) The company has not declared any dividend during the year.

**ANNEXURE “A” TO INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF MADURAI HINDU PERMANENT
NIDHI LIMITED,
FOR THE YEAR ENDED 31st MARCH 2022**

Annexure referred to in Paragraph I under my 'Report on Other Legal Regulatory Requirements section in the Independent Auditor Report 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 subsection (11) of section 143 of the Act and as per the information and explanation provided to me, I give a statement on the matters Specified in paragraphs 3 and 4 of the Order, to the extent applicable

- i. In respect of the Company's property, Plant and equipment and intangible assets :
 - a)A) The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment.
 - B) The Company has no intangible assets and hence reporting under clause 3 (i) (a) (B) is not applicable.
 - b) According to the information and explanation given to me, these property, plant and equipment have been physically verified by the Company Board of Directors at reasonable intervals, having regard to the size of the Company and nature of its assets and no materials discrepancies were noticed on such verification.
 - c) According to the information and explanation given to me and the records examined by me, the title deeds of all the immovable properties are held in the name of the company except "Land acquired in satisfaction of claim amounting to Rs.600" for which documents are not made available for verification.
 - d) The Company has not re-valued any of its property, plant and equipment (including right-of-use assets) during the year.

- e) According to the information and explanations given to me, no proceedings have been initiated during the year or are pending against the Company as at 31st March 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made there under.
- (ii)a) This company being a Nidhi company, has inventory of stationery only, which has been verified at reasonable intervals by the company. In my opinion, frequency of such verification is reasonable and the discrepancies were not material and have been properly dealt with in the books of accounts.
- b) The Company has not been sanctioned working capital limits in excess of Rs. 5 crore, in aggregate, at any points of the time during the year, from banks or financial institution on the basis of security of current assets and hence reporting under clause 3 (ii) (b) of the Order is not applicable.
- (iii)a) The Company is a Nidhi Company and is engaged in the principal business of giving loans and hence reporting under clause 3 (iii) (a) of the Order is not applicable.
- b) The company has not made investments, provided guarantees or given security to any other entity.
- c) In respect of loans and advances in the nature of loans, schedule of repayment of principal and payment of interest has been stipulated and the repayments and receipts are regular.
- d) According to the information and explanations given to me, no loan amount is overdue.
- e) No loan or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.
- f) The company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.

- (iv) According to the information and explanations given to me, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013.
- (v) In my opinion and according to the information and explanations given to me, the Company has not accepted any deposits or amount deemed to be deposits from public during the year within the meaning of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Rules framed thereunder. Hence, reporting under clause 3 (v) of the Order is not applicable.
- (vi) According to the information and explanations given to me, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 148 of the Companies Act, 2013.
- (vii) According to the information and explanations given to me in respect of statutory dues :
 - (a) The Company has generally been regular in depositing undisputed statutory dues including Goods and Services Tax (GST), Provident Fund, Employees State Insurance, Income-tax, Service tax and other material statutory dues, as applicable with the appropriate authorities. According to the information and explanation given to me, there were no undisputed amounts payable in respect of above statutory dues outstanding on 31st March 2022 for a period of more than 6 months from the date they become payable.
 - (b) According to the information and explanations given to me, there are no dues of Provident Fund, Employees State Insurance, Income Tax, Goods and Service Tax (GST), Cess that have not been deposited on account of any dispute.
 - (c) E.S.I.Liability of Rs.12,70,827/- is in dispute before Employees State Insurance Court (Labourt Court) and the Honourable court has passed an interim stay order and directed to issue a notice to the department and pending disposal of the case no provision is made in the accounts.

- (viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)
- (ix)(a) According to the information and explanations given to me the Company has not defaulted in repayment of any loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) According to the information and explanations given to me, the company has not taken any term loans during the year.
- (d) On an overall examination of the financial statements of the Company, I am of the opinion that the Company has not raised funds on short term basis for long term purposes.
- (e) On an overall examination of the financial statements of the Company, I am of the opinion that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) On an overall examination of the financial statements of the Company, I am of the opinion that the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x)(a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3 (x) (a) of the Order is not applicable.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3 (x) (b) of the Order is not applicable.
- (xi)(a) During the course of my examination of books and records of the company and according to the information and explanations given to me, no fraud by the Company has been noticed or reported

during the year. During the year, an instance of embezzlement of pledged gold jewels weighing 505.5 grammes valued at Rs.16.61 lakhs occurred in March 2022 in one of the branches. Consequent to filing of FIR with police and legal action, the entire jewels were recovered in May 2022.

- (b) As informed to me and to the best of my knowledge and belief, the Company has not received any whistle blower complaints upto the date of this report and hence reporting under clause 3 (xi)(c) of the Order is not applicable.
- (xii)(a) In my opinion and according to the information and explanations given to me, the Company has not complied with the Net Owned Funds to Deposits in the ratio of 1 : 20.
 - (b) The Company is maintaining ten percent unencumbered term deposits as specified in the Nidhi Rule 2014 to meet out the liability.
 - (c) As informed to me and to the best of my knowledge and belief, there has been no default in payment of interest on deposits or repayment there of for any period.
- (xiii) According to the information and explanation given to me, transactions with related parties are in compliance with Section 177 and 188 of the Companies Act, 2013 and have been disclosed in the Financial Statements.
- (xiv) The Company has its own Internal Audit System which is commensurate with its size and nature of business of the company, I have considered their reports in formulating my Audit Report.
- (xv) In my opinion, during the year, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors, and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the company.
- (xvi) According to the information and explanation given to me, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934)

- (xvii) The Company has not incurred cash losses during the financial year covered by my audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and more particularly, my knowledge of the Board of Directors and Management plans and based on my examination of the evidence supporting the assumptions, nothing has come to my attention, which causes me to believe that any material uncertainty, exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. I, however, state that this is not an assurance as to the future viability of the Company. I further state that my reporting is based on the facts up to the date of the audit report and I neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) In my opinion and according to the information given to me, provisions of section 135 of the Companies Act, 2013 are not applicable to the Company and hence reporting under clause 3 (xx) of the Order is not applicable.
- (xxi) The Company is not a holding company or a subsidiary of another company and hence reporting under clause 3 (xxi) of the Order is not applicable.

**"ANNEXURE - B" TO THE INDEPENDENT AUDITOR'S REPORT
OF EVEN DATE ON THE FINANCIAL STATEMENTS**

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

I have audited the Internal Financial Controls over financial reporting of **Madurai Hindu Permanent Nidhi Limited** ("the Company") as of March 31, 2022 in conjunction with my audit of the financial statements of the Company for the year ended on that date.

Management`s Responsibility for Internal Financial Controls

The Company's Board of Directors are 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, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

My responsibility is to express an opinion on the Company's internal financial controls over the financial reporting based on my audit. I conducted my audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013 to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance

Note require that I 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.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. My 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 of the financial statements, whether due to fraud or error.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 Board of Directors of the company; and

- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized 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 the internal financial controls over financial reporting, including the possibility of collusion or improper Board of Directors 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 the changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In my opinion, to the best of my information and according to the explanations given to me, the Company has maintained, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, 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".

Place : Madurai.

Date : 29.08.2022

(Sd.) D.Venkataraman

Chartered Accountant

Membership No. 021709

UDIN : 22021709AQXVAP2138

MADURAI HINDU PERMANENT NIDHI LIMITED

51-52, WEST TOWER STREET, MADURAI - 625 001.

BALANCE SHEET AS AT 31st MARCH 2022 (Rs. in Thousands)

PARTICULARS	NOTE	As at 31st March 2022	As at 31st March 2021
I. EQUITY AND LIABILITIES			
Shareholder's Funds			
(a) Share Capital	1	5556	5212
(b) Reserves and Surplus	2	64137	61685
		69693	66897
Non-Current Liabilities			
(a) Long-term borrowings	3	447192	477080
(b) Deferred tax liability (net)		0	0
Other Long term Liabilities			
Long term provisions	4	15243	19204
		462435	496284
Current Liabilities			
(a) Short-term borrowings	5	315041	355304
Trade Payable			
Total Outstanding dues of micro enterprises and small enterprises		Nil	Nil
Total Outstanding dues of creditors other than micro enterprises and small enterprises and		Nil	Nil
(a) Other Current liabilities	6	15332	10336
(b) Short-term provisions	7	17893	14547
		348266	380187
TOTAL-EQUITY AND LIABILITIES		880394	943368
II ASSETS			
Non-Current Assets			
(a) Property, Plant and Equipment Assets	8	58593	59191
(b) Deferred Tax Assets (net)		3702	3702
(c) Long-term loans and advances	9	30376	23303
Other non-current assets	10	19555	19986
		112226	106182
Current assets			
(a) Current investments		Nil	Nil
(b) Cash and cash equivalents	11	128322	133435
(c) Short-term loans and advances	12	591988	651239
Other current assets	13	47858	52512
		768168	837186
TOTAL ASSETS		880394	943368
III. NOTES FORMING PART OF FINANCIAL STATEMENTS			

(Sd) V.Vairava Anandham
A.A.O.(Accounts)

(Sd) K.Ramesh
Addl.A.O.(Audit)

(Sd) B.Ramesh
Administrative Officer

(Sd) S.Kathiresan
Chairman

(Sd) B.Chandragupthan
Vice-Chairman
Directors

(Sd) R.Gurusundar
Vice-Chairman

Vide my Report of even date

(Sd.) D.Venkataraman

Chartered Accountant

Membership No. 021709

UDIN : 22021709AQXVAP2138

(Sd) G.Dhakshayani (Sd) R.Rajarajeswari
(Sd) S.Ramesh (Sd) S.Sadagopan

Place : Madurai
Date : 29-08-2022

MADURAI HINDU PERMANENT NIDHI LIMITED

51-52, WEST TOWER STREET, MADURAI - 625 001.

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2022

(Rs. in Thousands)

PARTICULARS	NOTE	31st March 2022	31st March 2021
I Revenue from Operations	14	93143	95149
II. Other Income	15	6757	7645
III. Expenses		99900	102794
TOTAL INCOME			
Employee Salary / Benefit Expenses	16	34102	33985
Finance Costs	17	52571	55971
Other Expenses	18	9706	10882
Depreciation and amortization expenses		1069	1294
IV. TOTAL EXPENSES		97448	102132
V. Profit before exceptional and extraordinary items and Tax (III -IV)		2452	662
VI. Exceptional Items		0	0
VII. Profit before extraordinary item and Tax (V - VI)		2452	662
VIII. Extraordinary Items		0	0
IX Profit before Tax (VII - VIII)		2452	662
X. Tax Expenses		0	0
XI. Profit (Loss) for the Period from continuing operation (VII - VIII)		2452	662
XII. Profit (Loss) from discontinuing operations		0	139
XIII. Tax expenses of discontinuing operations		0	0
XIV. Profit (Loss) from discontinuing operations (after tax) (XII - XIII)		0	139
XV. Profit (Loss) for the period (XI + XIV)		2452	801
XVI. Earnings per equity share			
(i) Basic		0	0
(ii) Diluted		0	0
		2452	801
NOTES FORMING PART OF FINANCIAL STATEMENTS			

(Sd) V.Vairava Anandham
A.A.O.(Accounts)

(Sd) K.Ramesh
Addl.A.O.(Audit)

(Sd) B.Ramesh
Administrative Officer

(Sd) S.Kathiresan
Chairman

(Sd) B.Chandragupthan
Vice-Chairman
Directors

(Sd) R.Gurusundar
Vice-Chairman

Vide my Report of even date

(Sd.) D.Venkataraman

Chartered Accountant

Membership No. 021709

UDIN : 22021709AQXVAP2138

(Sd) G.Dhakshayani
(Sd) S.Ramesh

(Sd) R.Rajarajeswari
(Sd) S.Sadagopan

Place : Madurai
Date : 29-08-2022

MADURAI HINDU PERMANENT NIDHI LIMITED

51-52, WEST TOWER STREET, MADURAI - 625 001.

NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. In Thousands)

PARTICULARS	31st March 2022	31st March 2021
1. Share Capital		
Authorised		
50,00,000 Equity shares of Rs.10 each (5,00,00,000)	50,000	50,000
Issued, Subscribed and Fully paid-up		
555578 Equity Shares of Rs.10 each (55,55,780) fully paidup	5,556	5,212

Right attached to Equity Shares :-

The Company has issued only one class of equity shares having a par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share, subject to the limit that no member shall exercise voting rights in excess of 5% of total voting rights of equity share holders vide notification No. GSR 527 (E) dated 31-08-2006 of Ministry of Corporate Affairs.

1.1 Reconciliation of number of shares.

PARTICULARS	As at 31st March 2022		As at 31st March 2021	
	No.of Shares	Amount Rs.	No.of Shares	Amount Rs.
Opening Balance	521268	5212680	501428	5014280
Additions during the year	34310	343100	19840	198400
Closing Balance	555578	5555780	521268	5212680

1.2 Share holding pattern of number of shares

None of the share holders is holding more than 5% of the shares in the Company.

MADURAI HINDU PERMANENT NIDHI LIMITED

51-52, WEST TOWER STREET, MADURAI - 625 001.

NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. In Thousands)

PARTICULARS	As at 31st March 2022	As at 31st March 2021
2. RESERVES AND SURPLUS		
(a) General Reserve ---- Opening Balance	2563	1645
Add : Transferred from statement of profit and loss	2557	918
	5120	2563
(b) Surplus amount Transferred from statement of Profit and Loss	--	--
	5120	2563
(c) Building Fund ---- Opening Balance	5839	5839
Add : Transferred from statement of profit and Loss	--	--
	5839	5839
(d) Revaluation of reserve	53283	53400
Add :	--	--
Less : Recoupment of Depreciation on Revaluation amount transferred to General Reserve	105	117
	53178	53283
	64137	61685
2. (1) Surplus in Statement of Profit & Loss	2452	801
Opening Balance	--	--
Profit	--	--
ADD : Recoupment of Depreciation on Revaluation amount transferred to Revaluation Reserve	105	117
	2557	918
* General reserve	2557	918
* Building Fund	0-00	0-00
* Proposed Dividend	0-00	0-00
* Dividend Tax	0-00	0-00
* Surplus Transferred to General Reserve	0-00	0-00

NOTES FORMING PART OF FINANCIAL STATEMENTS

(Rs. In Thousands)

PARTICULARS	As at 31st March 2022	As at 31st March 2021
3. LONG - TERM BORROWING		
Unsecured		
Fixed Deposits	368123	397412
Recurring Deposits	78574	79151
Staff Security Deposit	495	517
	447192	477080
4. LONG TERM PROVISIONS		
Gratuity	15243	19204
	15243	19204
	462435	496284
5. SHORT - TERM BORROWINGS		
(a) <u>Secured Loans</u> :		
Secured overdraft loan from bank (secured by way of first charge on company's immovable properties and pledge of fixed deposit receipts)	0	0
Demand Loan	0	19600
	0	19600
(b) <u>Unsecured Loans</u>		
Fixed deposits	133652	158529
Recurring Deposits	23997	24338
Savings Deposits	155914	151353
Locker key Deposit	1478	1484
	315041	335704
	315041	355304
6. OTHER CURRENT LIABILITIES		
Matured amount of Deposits	10851	7585
Employees' Contribution for PF, Pension, ESI	487	653
Amount Due to Employees	100	98
TDS Payable	27	25
Unclaimed Dividend	0	0
Sales Tax Payable	0	0
Other payables	3867	1975
	15332	10336
7. SHORT-TERM PROVISIONS		
(a) Provision for employee benefits	803	847
(b) Others		
(i) Interest accrued but not due to depositors	12843	12930
(ii) Proposed Dividend	0	0
(iii) Dividend Distribution Tax	0	0
(iv) Provision for Income Tax	0	0
(v) Gratuity	4247	770
	17893	14547

8. FIXED ASSETS**NOTES FORMING PART OF FINANCIAL STATEMENTS**

(Rs. In Thousands)

Name of the Assets	GROSS BLOCK			DEPRECIATION			NET BLOCK			
	As at 31-3-2021	ADDITIONS / TRANSFER	DELETIONS / TRANSFER	As at 31-3-2022	upto 31-3-2021	For the year ended 31-3-2022	Add / With draws	Upto 31-3-2022	As at 31-3-2022	As at 31-3-2021
(i) Tangible Assets										
Land	475			475				0	475	475
Increased different in Revaluation	52185			52185				0	52185	52185
Land acquired in satisfaction of claim	0.6			0.6	0.00			0	0.6	0.6
Building	7171			7171	4872	202		5074	2097	2299
Increased difference in Revaluation	2927			2927	1830	105		1935	992	1097
Furnitures and Fixtures	6455	20		6475	5733	158		5891	584	722
Office Equipments	5517	35		5552	3726	443		4169	1383	1791
Electrical Fittings	4682	417	19	5080	4076	159	18	4217	863	606
Vehicle	46	0		46	45	0		45	1	1
Water Supply	240	0		240	226	2		228	12	14
TOTAL	79699	472	19	80152	20508	1069	18	21559	58593	59191
Capital Work-in Progress (Under Construction)	-	0	-		0	0	0	0	0	-
Grand Total	79699	472	19	80152	20508	1069	18	21559	58593	59191
Previous Year	79285	414	0	79699	19353	1294	139	20508	59191	-

MADURAI HINDU PERMANENT NIDHI LIMITED

51-52, WEST TOWER STREET, MADURAI - 625 001.

NOTES FORMING PART OF FINANCIAL STATEMENTS

LOANS AND ADVANCES

(Rs. In Thousands)

PARTICULARS	Long - term (9)		Short - term (12)	
	As at 31-03-2022	As at 31-03-2021	As at 31-03-2022	As at 31-03-2021
1 a) Secured considered good				
Jewel Loans	18806	8033	577267	636468
Simple Loan			1780	1978
F.D.Loans			12754	12550
C.F.D.Loans			--	--
H.M.L. 60 Month	567	837		
Staff Loan	6660	8109	187	243
	26033	16979	591988	651239
b) Long Term Advances				
Mortgage Loan Suit filed Considered Good	1535	1766		
	1535	1766		
2. Unsecured considered good				
Other Advances				
Rent, Telephone and Electricity Deposit etc.,	2094	2116		
Income Tax advances (Net Provisions)	714	2442		
	2808	4558		
	30376	23303	591988	651239

MADURAI HINDU PERMANENT NIDHI LIMITED

51-52, WEST TOWER STREET, MADURAI - 625 001.

NOTES FORMING PART OF FINANCIAL STATEMENTS (Rs. In Thousands)

PARTICULARS	As at March 31, 2022	As at March 31, 2021
10. OTHER NON-CURRENT ASSETS :-		
THE MHPF LTD EMPLOYEES GRATUITY TRUST (LIC)	19555	19986
11. CASH AND CASH EQUIVALENTS		
(i) Cash and Cash Equivalents		
(a) Balance with Banks	3495	2589
Unclaimed Dividend with bank	17	17
(b) Cash on hand	5708	9805
(c) Fixed deposits with bank	119102	121024
	128322	133435
13. Other Current Assets		
Interest due on Loans	37283	40356
Festival Advances	727	814
Advance against Expenses	773	760
Installments due from R.D. holders	0	0
Advance - Misc.	7932	9338
Stock of Stationeries	166	209
<u>Other advances recoverable in cash or in Kind</u>		
Unsecured considered good	977	1035
	47858	52512
14. REVENUE FROM OPERATIONS		
Interest on loans	85383	85561
Other operating income	577	665
Interest on Fixed Deposits with Banks	7183	8923
Provision for NPA of prior year realised in Current year	--	--
	93143	95149
15. OTHER INCOME (NET)		
Locker Rent	1092	1088
Incidental Charges on Jewel Loan	4457	5121
Other non-operating Income	1207	1436
Profit on Sale of Assets	1	--
	6757	7645

MADURAI HINDU PERMANENT NIDHI LIMITED

51-52, WEST TOWER STREET, MADURAI - 625 001.

NOTES FORMING PART OF FINANCIAL STATEMENTS (Rs. In Thousands)

PARTICULARS	As at March 31, 2022	As at March 31, 2021
16. EMPLOYEE SALARY / BENEFIT EXPENSES		
Salaries	29947	29575
Gratuity	--	--
Contribution to provident and other funds	3256	3389
Staff welfare expenses	96	174
Bonus	803	847
	34102	33985
17. FINANCE COSTS		
Interest on borrowings from banks	1444	522
Interest on Deposits	51127	55449
	52571	55971
18. OTHER EXPENSES		
<u>Auditors Remuneration</u>		
(i) for Statutory Audit	175	191
(ii) for Tax Audit	47	47
(iii) for Taxation Matter	0	59
(iv) Service Tax	--	--
DLA and NDLA fees	30	60
Directors sitting fees	1321	1133
Consulting fees	--	--
<u>Professional & Legal Expenses</u>		
Professional fees	51	83
Legal expenses	9	0
Rent	2050	2092
Rates and Taxes	312	1454
Travelling and conveyance	514	500
Postage, Telephone & Communication expenses	108	109
Electricity Charges	512	524
Insurance Payment	398	565
Printing and Stationery	388	370
Publication Charges	38	44
Repairs to Buildings	5	32
Repairs to other Assets	279	317
Other miscellaneous expenses	3430	3269
Provision fo Bad debts	0	0
Income tax Payment	0	9
Branch shifting	39	24
	9706	10882

MADURAI HINDU PERMANENT NIDHI LIMITED

51-52, WEST TOWER STREET, MADURAI - 625 001.

Cash Flow Statement for the year ended 31st March 2022

(Rupees. In Thousands)

PARTICULARS	As at 31st March 2022	As at 31st March 2021
A. CASH FLOW FROM OPERATING ACTIVITIES		
Retained Earning	2452	662
Profit & Loss on Sale of Assets	--	--
Dividend & Dividend tax	--	--
Depreciation	1069	1294
Deferred Tax Assets	--	--
Funds Advanced to Members	50195	275
Deposit from Members	(50529)	(26020)
Net Cash from operating Activities	3187	(23789)
WORKING CAPITAL CHANGES		
Current Assets	6636	1046
Non - Current Assets	431	(476)
Current Liabilities	4974	(5612)
Provision	(614)	907
CASH FROM OPERATIONS	14614	(27924)
B. CASH FLOW FROM INVESTMENT ACTIVITIES		
Purchase of Fixed Assets	(472)	(414)
Sale of Fixed Assets	2	--
Net Cash used in Investment Activities	(470)	(414)
C. NET CASH FROM FINANCIAL ACTIVITIES		
Proceeds from issue of Share Capital	343	198
Bank Loan	(19600)	19600
Net Cash flow from financial Activities	(19257)	19798
NET INCREASE / DECREASE IN CASH AND CASH EQUIVALENTS	(5113)	(8540)
Cash and Cash equivalents as at 01-04-2021 (Opening Balance)	133435	141975
Cash and Cash equivalents as at 31-03-2022 (Closing Balance)	128322	133435

MADURAI HINDU PERMANENT NIDHI LIMITED,

51-52, WEST TOWER STREET, MADURAI - 625 001.

NOTES FORMING PART OF FINANCIAL STATEMENTS

I. NOTE: CORPORATE INFORMATION

MADURAI HINDU PERMANENT NIDHI LIMITED (NIDHI in Status) is a public Limited Company established and incorporated in India in the year 1894 under the provisions of the companies Act 1882 and notified as a Nidhi Company u/s 620A of the companies Act 1956 (New Section 406 of the Companies Act, 2013). The Company accepts deposits from its members and grant the same as loan amongst its Members. (i.e.) the transactions are confined to the Members only. The company is governed by the Nidhi Rules 2014 issued by the Ministry of Corporate Affairs as amended from time to time.

II. ACCOUNTING CONVENTION

The Financial Statements of the Company are prepared under the historical cost convention on an accrual basis, in accordance with the generally accepted accounting principles in India to comply with the Accounting Standards notified by the Government of India/issued by the Institute of Chartered Accountants of India (ICAI) as applicable to the Nidhis and the relevant provisions of the Companies Act, 2013. The Accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

SIGNIFICANT ACCOUNTING POLICIES AS-1

The accounts are prepared on an accrual basis and under the historical cost Convention as a going concern and comply with mandatory Accounting Standards issued by the Institute of Chartered Accountants of India under the provisions of the Companies Act 2013.

USES OF ESTIMATES

The preparation of financial statements which is in conformity with generally accepted accounting principles and requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as at the date of financial statement and reported amount of revenue and expenses during the reporting period. Actual results could differ from these estimates. Any revision to the estimate is recognised prospectively.

AS-2 VALUATION OF INVENTORIES

Being a Nidhi company it has no inventories except the stock of Books and Forms, stationeries etc which are classified under other Current Assets.

A.S - 6 DEPRECIATION

Pursuant to the implementation of schedule II to the Companies Act 2013 with effect from 01.04.2014, the company has calculated depreciation on assets based on their useful lives prescribed under the schedule II except on buildings for which the life as determined by the registered valuer on revaluation has been adopted.

The Additional Depreciation on account of revalued assets is being recouped out of revaluation reserve.

A.S- 9 REVENUE RECOGNITION

Interest on Loans is recognised on accrual basis. Interest on Bank deposit is recognised as per certificate issued by the Bank. Amount claimed and paid in respect of credit balances written back in earlier year has been treated as expenditure in the current year.

A.S- 10 FIXED ASSETS

Fixed Assets are shown at cost less depreciation except land. Cost comprises of cost of acquisition, erection expenses and other incidental expenses directly / indirectly contributed to the cost of the assets.

Revalued Assets are shown at cost less depreciation wherever applicable.

A.S-11 FOREIGN EXCHANGE

There was no inflow and outflow of Foreign Exchange.

A.S-15 RETIREMENT AND OTHER EMPLOYEES' BENEFITS:

Contribution to Provident Fund, ESI and EDLI, are remitted to appropriate authorities within the stipulated time.

A Sum of Rs. 47.80 lakhs was paid as Terminal compensation to employees who opted for the Voluntary retirement schemes during the following periods as given hereunder

- a) Financial Year 2016 - 17 Rs. 24.00 Lakhs
- b) Financial Year 2017 - 18 Rs. 23.80 Lakhs

Total Rs.47.80 Lakhs

As per the estimates of the Management, this benefit will be available only in the long run and hence has decided to write-off this in five equal annual installments from the year in which it was paid as permitted by the Income Tax Act 1961. Accordingly Rs. 4.76 lakhs has been written off in the profit and Loss account during the current year. Terminal Compensation paid for the financial year 2016 - 17 and 2017 - 18 fully written off in the financial year 2020 - 2021 and 2021 - 2022 respectively.

The Madura Hindu Permanent Fund Employees Gratuity Trust and managed by LIC of India was approved by The Commissioner of Income Tax Madurai.

The Company has made the following contribution to the Trust :

- 1) Initial Contribution during the F.Y 2018 - 2019 **Rs. 99.94 Lakhs**
- 2) Additional Contribution during the F.Y 2019 - 2020 **Rs. 110.00 Lakhs**
- 3) Additional Contribution during the F.Y 2020 - 2021 **Rs. 10.00 Lakhs**
- 4) Additional Contribution during the F.Y 2021 - 2022 **Rs. 27.24 Lakhs**

In the F.Y.2018-2019 the difference between the initial contribution and gratuity liability was Rs.33.02 and the management decided to write it off in five equal installments. Accordingly a sum of Rs.6.58 Lakhs has been written off in the F.Y.2021-2022.

The Management has decided to write off the additional contributions totaling to Rs.120.00 Lakhs also in five equal installments and accordingly Rs.24.00 Lakhs has been written off during the F.Y.2021-2022.

Additional contribution paid for the financial year 2021 - 2022 Rs.27.24 Lakhs also proposed to be written off in five equal installments and accordingly Rs.5.44 Lakhs has been written off during the F.Y.2021 - 2022.

Thus the total amount amortised towards terminal compensation paid to Employees under VRS and Contribution to Employee gratuity fund Rs.40.78 Lakhs has been included under the head salaries in Employees Benefit Expenses.

Unamortised balance in Contribution to Employees gratuity fund amounting to Rs.78.38 lakhs are shown under Current Assets.

As per the rules and regulations of the Company, eligible leave salary is paid on cash basis within the accounting year itself.

A.S- 16 BORROWING COST

Borrowing costs relate to revenue items only and hence are charged in the statement of Profit and Loss in the year in which these are incurred.

A.S-17 SEGMENT

The company operates in a single reportable segment and as such no separate disclosure is required.

A.S-20 EARNING PERSHARE

Basic and diluted Earning per Share (EPS) with a face value of Rs.10/- each shall be calculated as under.

For the year ended	31-03-2022	31-03-2021
a) Numerator Net Profit as disclosed in Statement of Profit & Loss after tax	24,51,681	8,01,131
b) Denominator Equity Shares outstanding (in Numbers)	5,55,578	5,21,268
c) Basic Earnings Per Share		
Before Deferred Tax Assets	4.41	1.54
After Deferred Tax Assets	4.41	1.54

A.S- 22 PROVISION FOR CURRENT AND DEFERRED TAX

No provision for deferred tax liability/asset has been made for the year.

A.S-28-IMPAIRMENT OF ASSETS

In the opinion of the company, the recoverable amount of the Fixed Assets of the company will not be lower than the book value of the fixed assets. Hence no provision has been made for impairment.

CONTINGENT LIABILITIES

E.S.I. Liability of Rs.12,70,827/-is in dispute before Employees State Insurance Court (Labour Court) and the Honorable court has passed an interim stay order and it has directed to issue a notice to the department and pending disposal of the case no provision is made in the accounts.

PROVISIONING NORMS

The company has been following the provisioning norms in accordance with the guidelines issued by Ministry of Corporate Affairs.

The audit fee is accounted for on cash basis, consistently and uniformly. The stock of Printing, Stationery is valued at cost as certified by the Chairman of the Nidhi and court fee (mount, other expenses etc.) will be accounted as and when it is recovered.

Staff security deposit of Rs.4,95,000/- has been invested as term deposits with Central Bank of India, Madurai.

Being a Nidhi Company the disclosure of outstanding due to micro, small and medium enterprises does not arise.

In the opinion of Board of Directors, the current Assets, loans and advances as stated in the Balance sheet will be fully realised in the ordinary course of business.

STATUTORY DEPOSITS :-

The fixed deposits with scheduled commercial banks to the extent of Rs.7,80,00,000/- as at 31.03.2022 have been earmarked as unencumbered term deposits accepted by the company from its shareholders as per Nidhi Rules 2014 of Ministry of Corporate Affairs.

Place : Madurai.

Date : 29.08.2022

(Sd.) D.Venkataraman

Chartered Accountant

Membership No. 021709

UDIN : 22021709AQXVAP2138

**AUDITOR'S CERTIFICATE PURSUANT TO
NOTIFICATION**

I hereby certify that as on 31-03-2022. **M/s. MADURAI HINDU PERMANENT NIDHI LIMITED, MADURAI** had complied with the Nidhis Rules 2014 notified by the Ministry of Corporate Affairs, Government of India except in respect of ratio of net owned funds to deposits and the Books of Accounts have been maintained in accordance with the recognized principles of accounting.

Place : Madurai.

Date : 29.08.2022

(Sd.) D.Venkataraman

Chartered Accountant

Membership No. 021709

UDIN : 22021709AQXVAP2138

MADURAI HINDU PERMANENT NIDHI LIMITED,

51-52, WEST TOWER STREET, MADURAI - 625 001.

S.No.	BRANCHES	Ph.No.
1.	HEAD OFFICE 51-52, West Tower Street, Madurai - 625 001	4377049, 2346863 2344248
2.	JAIHINDPURAM BRANCH 1-B/5, Ramaiah Street, Jaihindpuram 2nd Main Road, Madurai - 625 011.	4377814
3.	PONNAGARAM BRANCH 59, New Jail Road, Madurai - 625 010.	4377815
4.	MUNICALAI BRANCH 326/1, Kamarajar Salai, I Floor, Madurai - 625 009.	4377833
5.	TALLAKULAM BRANCH 44, I Floor, Alagar Kovil Main Road, Tallakulam, Madurai-625 002.	4377846
6.	SOUTHVELI BRANCH 132, I Floor, Southveli Street, Madurai - 625 001	4377847
7.	MANINAGARAM BRANCH 58, I Floor, Thiru-Vi-Ka Salai, Madurai - 625 001.	4377854
8.	PUDUR BRANCH 30-31, Alagar kovil Main Road (Ist Floor) K.Pudur, Madurai - 625 007.	4377855
9.	TIRUPPARANKUNDRAM BRANCH 86, Swami Sannathi Street, Ist Floor Thirupparankundram, Madurai - 625 005.	2484491
10.	NAGAMALAI PUDUKKOTTAI BRANCH 7/10, Plot No.183, Wellington Road, Keelakuyilkudi Vilakku, Nagamalai Pudukkottai, Madurai - 625 019.	4067683
11.	BETHANIAPURAM BRANCH 3C, I Floor, Meenakshi Nagar, Vilangudi, Fathima College Opp.Madurai - 625 018.	2301166
12.	SELLUR BRANCH Door No.33G, Ayyanarkoil Vth Street, New Extension, Petchiamman Complex I Floor, 50 Feet Road, Sellur, Madurai - 625 002.	2520083
13.	THIRUMANGALAM BRANCH New Door No.112, P.T.N.Complex, First Floor, Usilampatti Road, Thirumangalam, Madurai District - 625 706.	04549-400345
14.	ANNANAGAR BRANCH 4/695A, Sadasiva Nagar, Vandiyur Main Road, Opp.to Tagore Vidhyalaya School, Madurai - 625 020.	4355122