



# 139<sup>th</sup> ANNUAL REPORT 2020 - 2021



**Sriman Madhwa Sidhantaonnahini Permanent Nidhi Ltd.,**

Corporate Off : 37 Car Street, Triplicane, Chennai - 600 005.

Ph ; 2844 2139 / 5422 / 5084 Email : ho@smsonidhi.com,

website : smsonidhi.com CIN No. U65110TN1881PLC002799





**SRI KANCHI SUBBA RAO**  
**FOUNDER - S.M.S.O. PERMANENT NIDHI LTD.**



# BOARD OF DIRECTORS



**Sri. M. Bhagavantha Rao**  
President



**Sri. S. Narayanan**  
Vice President



**Vasudeva Rao Anand**  
Independent Director



**Sri. DR. R. Nagendran**  
Independent Director



**Sri. K.S. Madhukar**  
Director



**Sri. Dr. R. Narasimhan**  
Director



**Sri. V. Muralidharan**  
Director



**Sri. L. Madhavan**  
Director



**Sri. V.S. Sridhar**  
Director



**Sri. C.V. Raveendran**  
Director



**Sri. CA. R. Ananthan**  
Ex – Officio Director



## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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### **BOARD OF DIRECTORS**

#### **PRESIDENT**

**SRI. M. BHAGAVANTHA RAO**, B.Sc., CAIIB, Former Managing Director, State Bank of Hyderabad, Former Director Vijaya Bank and Corporation Bank, New No.29/7,T.P. Koil Street, Triplicane, Chennai- 600 005.

#### **VICE-PRESIDENT**

**SRI. S. NARAYANAN**, B.A.(Economics),CAIIB, Former Senior Manager, Bank of India, A-23, Luz Apartments,146, Luz Church Road , Mylapore, Chennai- 600 004.

#### **INDEPENDENT DIRECTORS**

**SRI. CA. VASUDEVA RAO ANAND**, B.Com, ACA, MBA (USA), Finance Director, Haworth India Private Limited, "Guru Krupa", No. 10, Kamala Bai Street, T. Nagar, Chennai- 600017.

**PROF. R. NAGENDRAN**, M.Sc (Zoology), Former Member National Green Tribunal, No.46/40, Flat-B, M.G.Ramachandran Road, Kalashetra Colony, Besant Nagar, Chennai - 600090 Tamil Nadu.

#### **DIRECTORS**

**SRI. K.S. MADHUKAR**, B.Sc., CAIIB., BGL, MBM, Former Asst. Vice President – ING Vysya Bank Ltd., Sivagami Flats A-3, Sivagamipuram I Street, Shastri Nagar Extn.,Chennai- 600 041.

**SRI. Dr. R. NARASIMHAN**,M.D.,FRCP(E),FRCP(G),FCCP(USA),Chairman-Respiratory Research Foundation of India and HOD EBUS services, Department of Respiratory Medicine, Apollo Hospitals, Chennai, No.18/22, Flat 3A, Wallace Garden 3rd Street, Blue Wall Lahari Apartments, Nungambakkam, Chennai-600006.

**SRI. V. MURALIDHARAN**, B.E. Computer Science, Founder and Managing Trustee, Sevalaya, Former Executive M/s TCS Ltd., No.4 Judge Jambulingam Road, Mylapore, Chennai -600004.

**SRI. L. MADHAVAN**, Advertising Consultant, No.17/5 Car Street, Triplicane, Chennai-600 005.

**SRI. V.S. SRIDHAR**, B.Com., CAIIB, Industrialist, Managing Trustee, M/s Parampara Educational Trust, Chennai, No.51/12 Soundarya Colony, Anna Nagar, Chennai- 600101.

**SRI. C.V. RAVINDRAN**, B.E., Managing Director, M/s Srinivasa Fashions Private Limited, No.3/2, First Street, Subba Rao Avenue, Nungambakkam, Chennai - 600 006.

#### **EX – OFFICIO DIRECTOR**

**SRI. CA. R. ANANTHAN**, B.Sc., F.C.A., Chartered Accountant, Honorary Secretary, SMSO Sabha, No.12, Amarjothi Gardens, Railway Feeder Road, Tirupur - 641 601.

Alternate Director in the absence of Sri.R.Ananthan, Honorary secretary, SMSO Sabha.

**SRI. T.S. RAGHAVENDRAN**, M.A., B.L., Advocate, Joint Secretary, SMSO Sabha, "Vittal Vihar" No.45 Bharathi Park Cross Road, Coimbatore 641011.

#### **CHIEF EXECUTIVE OFFICER**

**SRI. N. VENKOBAN**, B.Com., A.C.A., ICWA., Flat 3B, AAJA Apts, No.5, First Trust Main Road, Mandavelipakkam, Chennai - 600 028.

#### **COMPANY SECRETARY**

**SMT. CS. VIDHYA ARORA**, B.Com., ACS. Old no 23, New No.32 First street, Balaji Nagar, Royapettah, Chennai-600014.

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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### **NOTICE TO SHAREHOLDERS**

Notice is hereby given that the One Hundred and Thirty Ninth Annual General Meeting of the Shareholders of **Sriman Madhwa Sidhantaonnahini Permanent Nidhi Limited** will be held at **Sri Vyasaraaja Mutt Hall, 1st Floor, No.1, East Tank Square Street, Triplicane, Chennai - 600 005 at 03.00 p.m., on Saturday the 18th September 2021** to transact the following business:

#### **ORDINARY BUSINESS:**

##### **Item No. 1. – Adoption of financial statements.**

To Consider and if deemed fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

RESOLVED that the Audited Balance Sheet of the Company as at 31st March 2021 and the Statement of Profit and Loss account and the cash flow statement for the year ended on that date together with the Reports of Directors and of the Auditors thereon as presented to this Annual General Meeting, be and are hereby approved and adopted.”

##### **Item No. 2. – Declaration of dividend.**

To Consider and if deemed fit, to pass with or without modification, the following resolution as an Ordinary Resolution:

RESOLVED that dividend of ₹.1.10 per equity share be and is hereby declared, on the fully paid up Equity shares of ₹.10/- each in the paid up capital of the company as on 31/03/2021 to those members whose names appear in the Register of Members of the company as on the date of the Annual General Meeting and the Shares allotted under Rights issue during the year are eligible for dividend on a pro rata basis”

##### **Item No. 3. To Consider and if deemed fit, to pass with or without modification, the following resolution as an Ordinary Resolution:**

To appoint a Director in the place of Sri.M.Bhagavantha Rao, Director /President(DIN:02895468) who retires by rotation in terms of Article 11(b) of the Articles of Association of the Company and who being eligible, offers himself for re-appointment.

##### **Item No. 4. To Consider and if deemed fit, to pass with or without modification, the following resolution as an Ordinary Resolution:**

To appoint a Director in the place of Dr.R.Narasimhan, Director, (DIN: 006557701) who retires by rotation in terms of Article 11(b) of the Articles of Association of the Company and who being eligible, offers himself for re-appointment.

##### **Item No. 5. To Consider and if deemed fit, to pass with or without modification, the following resolution as an Ordinary Resolution:**

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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To appoint a Director in the place of Sri.V.Muralidharan, Director (DIN: 06716317) who retires by rotation in terms of Article 11(b) of the Articles of Association of the Company and who being eligible, offers himself for re-appointment.

### **SPECIAL BUSINESS:**

#### **Item No. 6. Amendment to Articles of Association:**

To consider and if thought fit to pass the following resolution as Special resolution with or without modification:

“RESOLVED THAT the existing Article 11(h)(b) be and is hereby deleted and the following be and is hereby substituted as Article 11(h)(b) of the Articles of Association.

11(h)(b):

- (i) Subject to the provisions of the Act read with the rules framed there under and subject to the limits prescribed if any, the officer bearing directors viz President and Vice President be paid annual remuneration as approved by the Board from time to time
- (ii) Subject to the provisions of the Act read with the rules framed there under and subject to the limits prescribed if any, the Managing Director be paid monthly remuneration as approved by the Board and the shareholders

#### **Item No. 7. Remuneration to Non-executive Directors (President and Vice President):**

To consider and if thought fit, to pass, with or without modifications, the following Resolution, as an Ordinary Resolution:

“RESOLVED THAT consequent to the substitution of new Article 11(h)(b) in the Articles of Association and pursuant to Sections 197, 198 and other applicable provisions of the Companies Act, 2013 (“the Act”), the underlying rules (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), framework for remuneration to non-executive directors and subject to such regulatory approvals as may be required and subject to availability of net profits at the end of each financial year and subject to the total remuneration payable to Directors who are neither Managing Directors nor Whole-time Directors not exceeding in the aggregate 3% (three percent) of the net profits of the Company computed in the manner stipulated in Section 198 of the Act, consent of the Members be and is hereby accorded to pay an annual remuneration as approved by the Board subject to the limit as above from the financial year 2021-22 onwards.

#### **Item No. 8. Payment of Grant-in-Aid to Sriman Madhwa Sidhantaonnahini Sabha**

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

“RESOLVED THAT pursuant to Section 181 of the Companies Act 2013 and Clause 3 (c) of the

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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Memorandum of Association of the Company read with clause 4(c) of Articles of Association, the consent of the members be and is hereby accorded for making a provision for a sum of ₹.24,00,000/- (Rupees Twenty four lakhs only) towards payment of a Grant-in-aid to Sriman Madhwa Sidhantaonnahini Sabha, Tiruchanur” for the year 2020– 2021.

### **Item No. 9. Payment of Donation to S M S O Permanent Nidhi Limited Employees Welfare Trust.**

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

“RESOLVED THAT pursuant to Section 181 of the Companies Act 2013, approval of the members be and is hereby accorded to the Board of the Nidhi to contribute to S M S O Permanent Nidhi Limited Employees Welfare Trust a sum of ₹.15,00,000/- (Rupees Fifteen lakhs only) towards donation for meeting the educational loan of the employees’ wards.

### **Item No. 10. Payment of Donation to Sri Madhwa Sidhanta Charitable Trust, Chennai.**

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

RESOLVED THAT pursuant to Section 181 of the Companies Act 2013, approval of the members be and is hereby accorded to the Board of the Nidhi to ratify the contributions made to Sri Madhwa Sidhantha Charitable Trust, Chennai, a sum of ₹.10,00,000/- (Rupees Ten lakhs only) towards donation.

(By order of the Board)

Place: Chennai  
Date: 14.08.2021

**M. BHAGAVANTHA RAO**  
Director / President  
DIN : 02895468

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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### **NOTE:**

1. The relative Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of items 6,7,8,9 and 10 are annexed hereto.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY/ PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF. SUCH A PROXY/ PROXIES NEED NOT BE A MEMBER OF THE COMPANY. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form is sent herewith.
3. Members are requested to advise the Company immediately of any change in their address.
4. The Register of Members and share transfer book of the Nidhi will be closed from 05-09-2021 to 18-09-2021 (both days inclusive).
5. The Nomination for Election of Director along with a deposit of Rs.10,000/- (Rupees Ten thousand only) must be filed not less than 14 days before the Meeting as per Section 160 of the Companies Act as modified for Nidhi Company by Notification No. GSR 465 [E] dated 05.06.2015 issued by Ministry of Corporate Affairs, Govt.of India, New Delhi.
6. Members intending to ask for information at the Annual General Meeting regarding any matter in the Directors' Report or any item in the statement of accounts are requested to leave notice regarding the particulars of information required at the Registered Office of the Nidhi at least seven days before the General Body Meeting.
7. Members are requested to give instruction for matured deposits and interest accrued, if any, as the matured deposits remaining unclaimed for seven years from the date, they first became due for payment are now required to be transferred to the "Investors Education and Protection Fund" established by the Central Government under Section 125 of the Companies Act, 2013.



## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

### **EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT 2013.**

#### **Item No.6 :**

The existing Articles of Association of Nidhi facilitates payment of remuneration and Article 11(h)(b) provides for the payment of remuneration to office bearing directors as well as to Managing director and also provides the limits. As and when there is a revision then it would become necessary to amend the Articles of Association. To provide the flexibility on payment of remuneration it has been decided to amend the Articles of Association empowering the Board to fix the remuneration to President, Vice President and also the Managing director, subject to the restrictions imposed under the Companies Act 2013 read with the rules framed there under.

Accordingly necessary Special Resolution is placed under item No.6 of the notice duly recommended by the Board of directors of Nidhi is placed for your consideration and approval.

None of the Directors, Key managerial personnel or their relatives except the President and Vice President are concerned or interested in the above amendment.

A copy of the existing Articles of Association is available for inspection at the registered office for inspection of any member, during business hours till the date of the meeting.

#### **Item No.7 :**

Consequent to the substitution of Article 11(h)(b), the Board has to be empowered to fix the Annual Remuneration subject to the restrictions and limits imposed under the Companies Act 2013 read with the rules framed there under.

Accordingly necessary Ordinary Resolution is placed under item No.7 of the notice is placed for your consideration and approval.

None of the Directors, Key managerial personnel or their relatives except the President and Vice President are concerned or interested in the above resolution.

#### **Item No.8 :**

The Clause 3(c) of the Memorandum of Association read with clause 4(c) of Articles of Association empowers the Company to make provisions for payment of a Grant- in- Aid to Sriman Madhwa Sidhantaonnahini Sabha, Tiruchanur. The Grant-in-Aid payable for the year 2020-2021 works out to ₹.87,91,920/- (Rupees Eighty seven lakh ninety one thousand nine hundred and twenty only) and considering the profit earned for the said year and the need to address the interests of the other stakeholders the payout has been restricted to Rs.24,00,000/- for the year.

The Nidhi has considered a sum of ₹. 24,00,000/-(Rupees Twenty four lakhs only) towards payment of Grant-in-aid to S M S O Sabha for the year 2020 – 2021.

Since the company's annual contribution towards this donation be in excess of limits stipulated under Section 181 of the Companies Act, 2013 the approval of the shareholders is sought under Section 181 of the Companies Act, 2013.

None of the Directors and Key Managerial Personnel of the Company or their relatives is concerned or interested, financial or otherwise in the said Ordinary Resolution.

The Board recommends the Ordinary resolution set forth in Item No.8 above for approval of the shareholders”.

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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### **Item no. 9 :**

The Nidhi has decided to sanction a sum of ₹. 15 lakhs to S M S O Permanent Nidhi's Employees Welfare Trust, for meeting the educational loan to the staff members' wards. It is pertinent to inform to the share holders that, the Nidhi is sanctioning interest free loan to employee's wards to pursue higher education all these years and the loan amount was sanctioned with the available funds in the Trust Account. Since, more number of applications are received year after year due to recruitment of more number of staff, we thought it fit to raise the resources to meet the emerging demand.

Since the company's annual contribution may be in excess of limits stipulated under Section 181 of the Companies Act, 2013 viz., 5% of the average net profits of the immediately three preceding financial years, the approval of the shareholders is sought under Section 181 of the Companies Act, 2013.

None of the Directors and Key Managerial Personnel of the Company or their relatives is concerned or interested, financial or otherwise in the said Ordinary Resolution.

"Accordingly necessary resolution is placed under Item No.9 of the Notice for consideration and approval.

### **Item no. 10 :**

The Madhwa Sidhanta Charitable Trust is managed and run by the Nidhi and it is an arm of the Nidhi for extending financial assistance to the needy. To continue the activities of the Trust, Nidhi has donated a sum of ₹.10 lakhs to Sri Madhwa Sidhantha Charitable Trust, Chennai for its various philanthropic activities during the year 2020-2021.

Since the company's annual contribution towards this donation be in excess of limits stipulated under Section 181 of the Companies Act, 2013 the approval of the shareholders is sought under Section 181 of the Companies Act, 2013.

None of the Directors and Key Managerial Personnel of the Company or their relatives is concerned or interested, financial or otherwise in the said Ordinary Resolution.

The Board recommends the Ordinary resolution set forth in Item No.10 above for approval of the shareholders."

(By order of the Board)

Place: Chennai  
Date: 14.08.2021

**M. BHAGAVANTHA RAO**  
Director / President  
DIN : 02895468

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**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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**ONE HUNDRED AND THIRTY NINTH  
ANNUAL REPORT OF THE DIRECTORS OF  
SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LIMITED,**

Regd. Office: No.37, Car Street, Triplicane, Chennai-600 005.

**BOARD'S REPORT**

Dear Members,

Your Directors have pleasure in submitting their 139th Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2021.

**1. FINANCIAL RESULTS**

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

Particulars	31st March 2021 ₹.	31st March 2020 ₹.
Revenue from operations	36,82,41,383	32,63,89,674
Other income	48,79,828	31,29,519
Total Revenue	37,31,21,211	32,95,19,193
Expenses		
Employee benefits expense	6,39,60,901	6,59,81,742
Finance costs Interest expense	22,25,72,212	19,50,03,980
Depreciation and amortization expenses	75,89,600	81,88,011
Other Expenses	3,96,01,533	3,74,21,346
Total Expenses	33,37,24,246	30,65,95,079
Profit before Tax	3,93,96,965	2,29,24,114
Tax expenses		
(1) Current tax	(1,53,81,000)	(74,60,000)
(2) Deferred tax	86,835	75,711
(3) Previous year Income Tax		(2,78,133)
Profit for the year	2,41,02,800	1,52,61,692



## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

### **2. DIVIDEND**

Your Directors are pleased to recommend a dividend of 11 % (₹.1.10 per equity share) on the paid-up capital of the company. The Shares allotted under Rights issue during the year are eligible for dividend on a pro rata basis.

The dividend if approved and declared at this Annual General meeting would result in a Dividend outflow of ₹.74,20,556/- .

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

The company has transferred unpaid dividend of ₹. 3,97,560/- to the Investor Education and Protection Fund as per the provisions of the Act. This pertains to unclaimed/ unpaid dividend for the financial year 2012-13.

### **4. AMOUNTS TRANSFERRED TO RESERVES:**

The Directors have proposed to transfer a sum of ₹.1,42,82,244/- to General Reserve.

### **5. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS**

Your Directors wish to present the details of Business operations done during the year 2020-2021.

The Nidhi has received fresh Deposits to the extent of ₹.45.35 Crores during the year and the total deposits as at 31.03.2021 stood at ₹. 328.52 Crores.

The details regarding Registered Mortgage Loans and Jewel Loans advanced during the financial year 2020 – 2021 as compared to the earlier financial year are given below:

Particulars	For the year 31st March 2021 ₹	For the year 31st March 2020 ₹	Increase/ Decrease ₹	%
Jewel Loans advanced	467,33,85,684	402,14,88,577	65,18,97,107	16.21
Registered Mortgage Loans advanced	2,35,00,000	8,99,00,000	(6,64,00,000)	(73.86)

The profit after tax for the year is ₹. 241.03 lakhs as against the profit of ₹.152.62 lakhs for the previous year.

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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### **6. R M LOANS AND NPA'S:**

The total number of Registered Mortgage Loans as on 31st March 2021 is 397 with an outstanding balance amount of ₹. 24,05,17,201/-

There are 51 NPA accounts with a total outstanding amount of ₹.3.99 Crores as on the date of signing of the balance sheet. The outstanding dues are secured adequately and the Nidhi is closely working to collect the dues and reduce the NPA's.

### **7. BRANCHES :**

We are happy to share that all branches of the Nidhi are functioning well meeting the expectations of our members in their respective locations to enhance the business prospects of the Nidhi.

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

The following material changes and commitment occurred during the year under review affecting the financial position of the Company.

The major exposure of the Nidhi's business is in Jewel Loan and the market volatility in gold prices directly affects the business of the Nidhi. The Management's prudent measures / decision at the appropriate time in advances of Jewel Loan have considerably reduced the risk in realising the loan amount. In the case of Registered Mortgage Loan few borrowers are finding it difficult in honouring their commitments for due repayment of loan amount due to the sluggish economic condition witnessed in the country during the year which resulted their earning capacity. These loans stand fully secured. There are no major financial changes or any foreseeable changes in the market conditions affecting the financial position of the company except the above. The Nidhi doesn't have any commitment to any authorities for payment of any dues except to the extent indicated in Para 19 hereunder.

### **9. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

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

### **10. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**

The Nidhi is dealing in financial products by accepting Deposits from members and lending on security based assets - on Gold ornaments and Mortgage of Properties. The risks associated in our business operations include credit risk, liquidity risk, interest rate risk and operational

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risk..The Risk Management and the Asset Liability Management are taken care of by the Board which reviews, monitors these risks at periodic intervals. The Nidhi manages credit risk through stringent credit norms established through several years of experience in this line of business and continues to follow the time tested practice of personally assessing every borrower, before committing to a credit exposure. This process ensures that the expertise in lending operations acquired by the Nidhi is put to best use and acts to mitigate credit risks.

Liquidity risk and interest rate risk arising out of maturity mismatch of assets and liabilities are managed through regular monitoring of the maturity profiles by the Board of Directors. The Nidhi monitors Assets and Liabilities periodically to mitigate the liquidity risk. Operational risks arising from inadequate or failed internal process, people and systems or from external events are adequately addressed by the internal control systems and are continuously reviewed and monitored by the Board of Directors. Process improvements and quality control are on-going activities and are built into the employee's training modules, as well.

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

The provisions relating to Corporate Social Responsibility are not applicable to the Company.

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

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

**13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

There was no contract or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review.

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

There were no adverse remarks / qualifications /reservations in the auditor's report.

**15. 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 Board of Directors by Nomination and Remuneration Committee are not applicable to the Company. The Company has a time tested policy relating to appointment of Directors in the Board, which was in vogue for the



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past several years and got its approval from the Shareholders of the Nidhi. The Directors are selected considering their qualifications, experience, positive attributes, and their utility for the development of the institution with independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

**16. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW:**

The Company had conducted the following Seven Board meetings during the financial year.

Date of Board Meetings held :- 27/05/2020, 18/07/2020, 26/09/2020, 17/10/2020, 19/12/2020, 09/01/2021, 27/03/2021

Name of the Director	DIN	No. of Board meetings held during their tenure	No. of meetings attended
Sri.M.Bhagavantha Rao	02895468	07	07
Sri.C.R.Muralidharan	02443277	03	03
Sri.S.Narayanan	02740839	07	07
Sri.D.S.Srinivasa Rao	03196295	02	02
Sri.K.S.Madhukar	05158265	07	07
Sri.C.S.Ramamurthy	03196273	02	02
Dr.R.Narasimhan	06557701	07	06
Sri.L.Madhavan	00729891	07	07
Sri.V.Muralidharan	06716317	07	07
Sri.V.S.Sridhar	02371876	07	07
Sri.C.V.Raveendran	01122048	07	05
CA.R.Ananthan	01400178	07	07
CA.Vasudeva Rao Anand	07633238	07	07
Dr.R.Nagendran	08943531	03	02

**17. NUMBER OF MANAGEMENT COMMITTEE OF THE BOARD (MCB) MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW**

The Company had conducted the following Five MCB meetings during the financial year.

Date of MCB Meetings held : 13/06/2020, 24/08/2020, 21/11/2020, 24/02/2020, 31/03/2021

**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

Name of the Director	DIN	No. of MCB meetings held during their tenure	No. of meetings attended
Sri.M.Bhagavantha Rao	02895468	05	05
Sri.C.R.Muralidharan	02443277	02	02
Sri.S.Narayanan	02740839	05	05
Sri.D.S.Srinivasa Rao	03196295	01	01
Sri.C.S.Ramamurthy	03196273	01	01
Sri.V.S.Sridhar	02371876	05	04
Sri.C.V.Raveendran	01122048	05	04
CA.R.Ananthan	01400178	05	04
CA.Vasudeva Rao Anand	07633238	05	05

**18. AUDIT COMMITTEE**

During the year under review, One meeting of the Audit Committee was held on 09/09/2020.

Name of the Director	DIN	No. of meetings held	No. of meetings attended
Sri.M.Bhagavantha Rao	02895468	01	01
Sri.V.Muralidharan	06716317	01	01
Sri.K.S.Madhukar	05158265	01	01
Dr.R.Narasimhan	06557701	01	-

**19. DIRECTORS RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the B o a r d hereby submits its responsibility Statement:—

- In the preparation of the annual accounts, the applicable accounting standards had been followed with proper explanation relating to material departures
- The directors had applied the accounting policies consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period.
- The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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of the company and for preventing and detecting fraud and other irregularities.

- The directors had prepared the annual accounts on a going concern basis.
- The dispute on the applicability and coverage of our employees under the provisions of ESI Act was challenged in Principal Labour Court, Chennai in the year 2005 and the Principal Labour court dismissed our case and passed judgment against our Nidhi's interest. Consequent to this the ESI Authorities raised a fresh demand totaling to ₹.33,20,116/- on 19.07.2018. Since, a few Nidhi companies are exempted under the provisions of the ESI Act, the Board took a considered view on the issue and an appeal was filed in the High Court against the above order.

The Hon'ble High Court has remitted the Appeal back to The Principal Labour Court for fresh adjudication vide their Order dated 9-3-2021. Except this disputed liability to the extent of ₹.33,20,116/- no other liabilities are payable by the Nidhi to ESI.

- Claim of ₹.30,36,015/- by the Income Tax department under section 143(3) were under dispute. The Nidhi preferred an appeal with Appellate Tribunal against the order / demand issued and paid a sum of ₹.6,07,203/- to the authorities for making the appeal. Except this disputed liability to the extent of ₹.30,36,015/- no other liabilities are payable by the Nidhi to Income Tax Department.
- Except the above two disputed liabilities no other liabilities are payable by the Nidhi to any authorities.
- 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.
- A certificate from the Statutory Auditor of the Nidhi certifying that the Nidhi has complied with all the provisions contained in the Nidhi Rules 2014 were published in the Annual Report.

### **20. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

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

### **21. DEPOSITS**

- a) Increase in deposits during the year is ₹.45.35 crores and it was ₹. 328.52 crores as at the end of the year.
- b) Amount remained unpaid or unclaimed as at the end of the year ₹. 5,57,16,996/-
- c) Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved



## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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- at the beginning of the year } There is no default made by the Nidhi in repaying
- maximum during the year } the deposits or interest to the depositors at
- at the end of the year } any point of time.

### **22. DIRECTORS and KEY MANAGERIAL PERSONNEL**

#### **Re-Election :**

Sri.M.Bhagavantha Rao, Dr.R.Narasimhan and Sri.V.Muralidharan are the directors who retire at this Annual General Meeting and who are being eligible, offer themselves for re election.

#### **Changes in Key Managerial Personnel:**

Sri.R.Srinivasan, CEO retired from the service on 30-4-2021. The Board would like to place on record their appreciation for the distinguished service of over 30 years and the immense contribution by Sri R.Srinivasan in building the Nidhi to a position of strength. The Board wishes him a happy and healthy retired life.

Sri Krishnakumar who was appointed as CEO by the Board resigned after a short span of 2 months due to personal reasons during the pandemic situation.

The Board has appointed Sri N.Venkoban as the CEO with effect from 16th June 2021. Sri.N.Venkoban is a Chartered and a Cost Accountant with experience of over 30 years in FMCG Companies in India and abroad.

The necessary formalities for the separation / appointment of CEO have been completed with the Ministry of Company Affairs.

### **23. DECLARATION OF INDEPENDENT DIRECTORS**

The Independent Directors have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules.

### **24. STATUTORY AUDITORS**

M/s Raman Associate, Chartered Accountants, No.13 Luz Avenue, Mylapore, Chennai - 600004, who have audited the annual accounts for the financial year 2020-21 of your Nidhi are holding the post of Statutory Auditors for a continuous period of 5 years until the conclusion of the 140th AGM of the Nidhi.

### **25. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:**

The Company has formulated a policy for prevention of Sexual Harassment at Workplace

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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pursuant to the requirements of the Sexual Harassment Workplace (Prevention, Prohibition and Redressal) Act, 2013 read with relevant Rules made thereunder. Accordingly, Internal Complaints committee has been constituted for redressal of any sexual harassment complaint.

The following is the summary of the complaints received and disposed off during the Financial year 2020-21:-

(a) No. of complaints received : NIL

(b) No. of complaints disposed : NIL

### **26. EXTRACTS OF ANNUAL RETURN**

The Annual Return in Form No. MGT-7 is available in the website of the Company [www.smsonidhi.com](http://www.smsonidhi.com).

### **27. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE.**

During the year under review there has been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future except to the extent mentioned in the Director's Responsibility statement.

### **28. DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS UNDER SUB-SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT.**

There is no fraud committed or happened during the operations for the financial year and as such the auditors has not reported any reference under section 143(12).

### **29. MAINTENANCE OF COST RECORDS**

The Company is not required to maintain cost records as specified by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013. Hence the provisions of Section 148 is not applicable to the Company.

### **30. ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS**

The Board affirms that there are adequate Internal Financial Controls.

### **31. VIGIL MECHANISM**

The Nidhi, deeply conscious of the need to remain continuously watchful, maintains a strict vigil so as to prevent any untoward incident with adverse financial implications for the organization and its customers. No complaint was received during the year from any stakeholder.

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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### **32. ACKNOWLEDGEMENTS**

On behalf of the Board and on my own behalf, I place on record my sincere appreciation and gratitude to our shareholders for their patronage for all these years. Further our sincere thanks to depositors for their continued support and the confidence they have reposed in this Nidhi. Our thanks are also due to our Bankers who have all contributed immensely by their service to our depositors/ shareholders. I record my special appreciation of the efforts of the employees, a set of dedicated and loyal people who have shown their commitment to their work in these challenging times and helped the Nidhi in its growth.

Our Special thanks to our regulators for their support and guidance.

for and on behalf of the Board

Place: Chennai  
Date: 14.08.2021

**M. BHAGAVANTHA RAO**  
Director / President  
DIN : 02895468

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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### **INDEPENDENT AUDITOR'S REPORT**

To the Members of SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LIMITED

#### **Report on the Audit of the Financial Statements**

##### **Opinion**

We have audited the accompanying financial statements of SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LIMITED ("the Company"), which comprise the Balance Sheet as at 31 March 2021, and the Statement of Profit and Loss for the year then ended, Cash Flow statements and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2021, its Profit, for the year ended on that date.

##### **BASIS FOR OPINION**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

##### **KEY AUDIT MATTERS**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

##### **EMPHASIS OF MATTER**

As more specifically explained in Note 22 to the financial statements, the Company has made a detailed assessment of its liquidity position for the next year and the recoverability and carrying value of its assets comprising property, plant and equipment and investments. Based on current

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The situation is changing rapidly giving rise to inherent uncertainty around the extent and timing of the potential future impact of the COVID-19 pandemic which may be different from that estimated as at the date of approval of the financial results. The Company will continue to closely monitor any material changes arising of future economic conditions and impact on its business.

Our opinion is not modified in respect of this matter.

### **OTHER INFORMATION**

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and our auditors' report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance 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, management and 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors is also responsible for overseeing the Company's financial reporting process.



## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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### **AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

1. The provisions of the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 is applicable to the Company since
  1. Its paid-up capital and reserves and surplus are more than Rs.1 Crores as at the balance sheet date;
  2. Its turnover for the year is more than Rs.10 Crores during the year.
- (A) As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account.

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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- (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014;
- (e) On the basis of the written representations received from the directors as on 31 March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2021 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017; and
- (g) The Company being a Nidhi limited company, the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, in respect of whether the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act is not applicable
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For RAMAN ASSOCIATE  
CHARTERED ACCOUNTANTS  
FRN: 002910S

DR A P VIJAYENDRAN -PARTNER  
M. NO. 215166  
UDIN: 21215166AAAAAZ2599

PLACE: CHENNAI  
DATE: 14.08.2021

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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### **Annexure A to the Independent Auditor's Report**

(Referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date on the accounts of SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LIMITED ("the company") for the year ended March 31, 2021)

1. In respect of its fixed assets:
  - a. The Company has maintained proper records showing full particulars including the quantitative details and situation of fixed assets.
  - b. The fixed assets were physically verified during the year by the Management in accordance with a phased programme of verification, which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals having regard to the size of the Company, nature and value of its assets. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
  - c. According to the information and explanations given to us and records submitted to us, such records comprising the registered sale deed/transfer deeds/conveyance deeds/ evidencing title provided to us, we report that, the title deeds comprising all the immovable properties of land and buildings which are freehold, are held in the name of the company as at the balance sheet date
2. In our opinion and according to the information and explanations given to us the nature of the company's business/ activities during the year has been such that clause (ii) of paragraph 3 of the Order in respect of inventory, is not applicable to the Company.
3. The Company has not granted any loans, secured or unsecured, to Companies, firms, limited liability partnerships or other parties covered in the Register maintained under Section 189 of the Act
4. The provisions of Section 185 of the Act are not applicable to the company. According to information and explanations given to us, the company has not given any loan or guarantee or made any investments or provided any security covered under Section 186 of the Act.
5. According to information and explanations given to us, the Company has not accepted any deposits from public and hence clause (v) of paragraph 3 of the Order is not applicable to the Company
6. The Government has not prescribed the maintenance of cost records under Section 148(1) of the Act
7. According to the information and explanations given to us and the books of account examined by us, in respect of statutory dues:
  - a. The Company has been generally regular in depositing undisputed statutory dues, including Provident Fund, service tax and other statutory dues applicable.
  - b. There are no dues of Income Tax, Service Tax or Cess which have not been deposited on account of any dispute with the relevant authorities. Details of dues towards contribution to Employees State Insurance that have not been deposited as at March 31, 2018 on account of disputes are as stated below:

**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

Nature of dues	Amount	Period to which the amount relates	Forum where the dispute is pending
ESI	₹.33,20,116/=	01/04/1999 to 19/07/2018	*The Principle Labour Court
₹.7,28,000 has been deposited under dispute in respect of above.			
Nature of dues	Amount	Period to which the amount relates	Forum where the dispute is pending
Income Tax	₹.30,36,015/=	Fy. 16-17; Ay. 17-18	Appellate Tribunal
₹.6,07,203 has been deposited under dispute in respect of above.			

8. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowing to financial institutions, banks, government or dues to debenture holders
9. In our opinion and according to the information and explanations given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) and has not taken any term loan during the year.
10. To the best of our knowledge and belief, and according to the information and explanations given to us, and considering the size and nature of the Company's operations, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
11. In our opinion and according to the information and explanations given to us, the Company has paid/ provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 as modified and applicable to Nidhi
12. The Company has complied with the Net Owned Funds to Deposits in the ratio of 1: 20 to meet out the liability and the Company is maintaining ten per cent unencumbered term deposits as specified in the Nidhi Rules, 2014 to meet out the liability.
13. In our opinion and according to the information and explanations given to us the company has not entered into transactions with related parties covered under Sections 177 and 188 of the Act
14. According to the information and explanations provided to us and records examined by us, the company has made private placement of shares during the year under review by complying the provisions of section 42 of the Act, as modified and applicable to a Nidhi company and the amount so raised have been used for the purpose for which funds were raised.
15. In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with him and hence compliance of provisions of section 192 of the Act is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For RAMAN ASSOCIATE  
CHARTERED ACCOUNTANTS  
FRN: 002910S

DR A P VIJAYENDRAN -PARTNER  
M. NO. 215166  
UDIN: 21215166AAAAZ2599

PLACE: CHENNAI  
DATE: 14.08.2021



## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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### **Annexure - B to the Independent Auditor's Report - 31st March 2021**

(Referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' section of our report of even date) Report on the Internal Financial Controls Over Financial Reporting of SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LIMITED under Clause (i) of Subsection 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. We have audited the internal financial controls over financial reporting of SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LIMITED ("the company") as of March 31, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Opinion**

2. In our opinion, the Company has, in all material respects, an adequate internal financial control system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, 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.

#### **Management Responsibility for Internal Financial Controls**

3. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components on 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 (ICAI). These responsibilities include 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 accounting records, and the timely preparation of reliable financial information, as required by the Act.

#### **Auditors Responsibility**

4. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note 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 Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

## **SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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5. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
6. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting

### **Meaning of Internal Financial Controls over Financial Reporting**

7. 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 expenditure of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

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

For RAMAN ASSOCIATE  
CHARTERED ACCOUNTANTS  
FRN: 002910S

DR A P VIJAYENDRAN -PARTNER  
M. NO. 215166  
UDIN: 21215166AAAAAZ2599

PLACE: CHENNAI  
DATE: 14.08.2021

**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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**AUDITOR'S CERTIFICATE**

TO THE MEMBERS OF SRIMAN MADHWA  
SIDHANTAONNAHINI PERMANENT NIDHI LIMITED

According to the information and explanations given to us and the books of accounts examined by us, pursuant to the requirement under Nidhi Rules 2014 ("the Rules") prescribed under the Companies Act 2013, we hereby certify that, for the financial year ended 31st March 2021, SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LIMITED ("the Nidhi") has complied with all the provisions contained in the rules.

For RAMAN ASSOCIATE  
CHARTERED ACCOUNTANTS  
FRN: 002910S

DR A P VIJAYENDRAN -PARTNER  
M. NO. 215166  
UDIN: 21215166AAAAAZ2599

PLACE: CHENNAI  
DATE: 14.08.2021

# SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

## BALANCE SHEET AS AT 31st MARCH 2021

Particulars	Note No.	31st March 2021 ₹	31st March 2020 ₹
<b>I EQUITY AND LIABILITIES</b>			
<b>1 Shareholders' funds</b>			
(a) Share Capital	1	9,17,86,140	6,48,61,590
(b) Reserves and Surplus	2	9,52,61,288	8,00,44,647
<b>2 Share Application money pending allotment</b>	<b>3</b>	-	-
<b>3 Non-Current Liabilities</b>			
(a) Long Term Borrowings	4	51,52,69,450	125,74,04,264
(b) Deferred Tax Liability (Net)	4A	-	-
(c) Other Long term liabilities	5	13,24,189	16,42,106
(d) Long Term Provisions	6	98,22,063	32,30,758
<b>4 Current Liabilities</b>			
(a) Short term borrowings	7	111,18,53,348	78,09,42,630
(b) Other Current Liabilities	8	179,93,50,577	91,34,09,965
(c) Short term provisions	9	83,56,422	79,61,868
<b>TOTAL</b>		<b>363,30,23,477</b>	<b>310,94,97,828</b>
<b>II ASSETS</b>			
<b>1 Non-Current Assets</b>			
(a) Fixed Assets	10		
(i) Tangible Assets		7,35,45,562	7,74,89,020
(ii) Intangible Assets		15,59,805	18,96,073
(b) Long Term Loans and Advances	11	28,06,54,805	35,02,37,031
(c) Other Non Current Assets	12	13,35,203	13,35,203
(d) Deferred Tax Asset (Net)	13	13,59,704	12,72,869
<b>2 Current Assets</b>			
(a) Cash and Bank Balances	14	35,68,79,328	31,63,72,489
(b) Short Term Loans and Advances	15	290,77,82,987	235,29,49,391
(c) Other Current Assets	16	99,06,083	79,45,752
<b>TOTAL</b>		<b>363,30,23,477</b>	<b>310,94,97,828</b>
The notes form an integral part of the financial statements	22		

<b>M. Bhagavantha Rao</b> President  <b>K.S. Madhukar</b> <b>L. Madhavan</b> Directors <b>N. Venkoban</b> Chief Executive Officer For Raman Associate Chartered Accountants Firm Registration No. 02910S Partner : DR . A.P.Vijayendran Membership No : 215166 UDIN : 21215166AAAAAZ2599 Date : 14/Aug/2021	<b>S. Narayanan</b> Vice-President  <b>Dr. R. Narasimhan</b> <b>V.S. Sridhar</b> Directors <b>K. Uddava Kumar</b> Head Operations	<b>Vasudevarao Anand</b> Independent Director  <b>L. Venkatesan</b> Chief Accountant	<b>R. Nagendran</b> Independent Director  <b>V. Muralidharan</b> <b>C.V. Raveendran</b> Directors <b>CA. R. Ananthan</b> Ex-Officio Director  <b>Vidhya Arora</b> Company Secretary ACS Number : A12046
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**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH 2021**

<b>Particulars</b>	<b>Note No.</b>	<b>31st March 2021 ₹</b>	<b>31st March 2020 ₹</b>
Revenue from operations	17	36,82,41,383	32,63,89,674
Other income	18	48,79,828	31,29,519
<b>Total Revenue</b>		<b>37,31,21,211</b>	<b>32,95,19,193</b>
Expenses			
Employee benefits expense	19	6,39,60,901	6,59,81,742
Finance costs	20	22,25,72,212	19,50,03,980
Depreciation and amortisation expense	10	75,89,600	81,88,011
Other Expenses	21	3,96,01,533	3,74,21,346
<b>Total Expenses</b>		<b>33,37,24,246</b>	<b>30,65,95,079</b>
Profit before Tax		3,93,96,965	2,29,24,114
Tax expenses			
(1) Current tax		(1,53,81,000)	(74,60,000)
(2) Deferred tax		86,835	75,711
(3) Previous year Income Tax		-	(2,78,133)
Profit for the year		2,41,02,800	1,52,61,692
Earnings per Equity share			
Basic		3.70	2.36
The notes form an integral part of the financial statements	22		

<b>M. Bhagavantha Rao</b> President	<b>S. Narayanan</b> Vice-President	<b>Vasudevarao Anand</b> Independent Director	<b>R. Nagendran</b> Independent Director
<b>K.S. Madhukar</b> <b>L. Madhavan</b> Directors	<b>Dr. R. Narasimhan</b> <b>V.S. Sridhar</b> Directors	<b>V. Muralidharan</b> <b>C.V. Raveendran</b> Directors	
<b>N. Venkoban</b> Chief Executive Officer	<b>K. Uddava Kumar</b> Head Operations	<b>L. Venkatesan</b> Chief Accountant	<b>CA. R. Ananthan</b> Ex-Officio Director

For Raman Associate  
Chartered Accountants  
Firm Registration No. 02910S

Partner : DR . A.P.Vijayendran  
Membership No : 215166  
UDIN : 21215166AAAAAZ2599  
Date : 14/Aug/2021

**Vidhya Arora**  
Company Secretary  
ACS Number : A12046



**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2021**

Particulars	For the year ended 31st March 2021 ₹                      ₹		For the year ended 31st March 2020 ₹                      ₹	
A. Cash flow from operating activities				
Net profit / [loss] before extra-ordinary items and tax		3,93,96,965		2,29,24,114
Adjustments for:				
Depreciation and amortisation	75,89,600		81,88,011	
Provision for NPA made / (written back)	65,91,305		8,40,848	
[Profit] / Loss on sale / write off of assets	-		-	
Finance Costs	2,20,262		3,60,670	
Rental Income from operating leases	(27,32,201)		(29,62,000)	
		1,16,68,966		64,27,529
Operating profit / [loss] before working capital changes		5,10,65,931		2,93,51,643
Changes in working capital:				
Adjustment for [increase] / decrease in operating assets:				
Short term loans and advances	(55,48,33,596)		(46,55,16,404)	
Long term loans and advances	5,42,01,226		60,62,444	
Other Non current assets	-		(6,07,203)	
Bank deposits not considered as cash equivalents	(2,48,63,804)		(3,08,27,238)	
Bank accounts not considered as cash equivalents	1,34,922		1,13,342	
Other current assets	(19,60,331)		(7,56,842)	
		(52,73,21,582)		(49,15,31,901)
Adjustment for increase / [decrease] in operating liabilities:				
Other current liabilities	88,59,40,612		(2,69,24,320)	
Other long term liabilities	(3,17,917)		1,13,847	
Short term provisions	(4,05,446)		10,95,357	
		88,52,17,249		(2,57,15,116)
		40,89,61,598		(48,78,95,374)
Cash generated from operations		40,89,61,598		(48,78,95,374)
Net income tax [paid] / refunds		-		(51,70,230)
<b>Net cash flow from / [used in] operating activities [A]</b>		<b>40,89,61,598</b>		<b>(49,30,65,604)</b>

**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2021**

Particulars	For the year ended 31st March 2021 ₹		For the year ended 31st March 2020 ₹	
<b>B. Cash flow from investing activities</b>				
Capital expenditure on fixed assets including capital advances	(34,43,195)		(2,81,63,555)	
Proceeds from sale of fixed assets	1,33,321		2,17,158	
Rental income from operating leases	27,32,201		29,62,000	
		(5,77,673)		(2,49,84,397)
<b>Net cash flow from / [used in] investment activities [B]</b>		<b>(5,77,673)</b>		<b>(2,49,84,397)</b>
<b>C. Cash flow financing activities [C]</b>				
Proceeds from issue of equity shares	2,69,24,550		4,72,000	
Net increase / [decrease] in long term borrowings	(74,21,34,814)		44,83,43,167	
Net increase / [decrease] in short term borrowings	33,09,10,718		4,10,79,472	
Finance Cost	(2,20,262)		(3,60,670)	
Grant-in-aid paid	(16,00,000)		(20,00,000)	
Dividend paid [including dividend tax]	(64,86,159)		(1,00,85,806)	
		(39,26,05,967)		47,74,48,163
Cash flow from extraordinary items		-		-
<b>Net cash flow from / [used in] financing activities [C]</b>		<b>(39,26,05,967)</b>		<b>47,74,48,163</b>
<b>Net increase / [decrease] in cash &amp; cash equivalents [A + B + C]</b>		<b>1,57,77,958</b>		<b>(4,06,01,838)</b>
Cash and cash equivalents at the beginning of the year		5,96,47,207		90,2,49,045
<b>Cash and cash equivalents at the end of the year</b>		<b>7,54,25,165</b>		<b>4,96,47,208</b>
<b>Reconciliation of cash &amp; cash equivalents with the Balance Sheet:</b>				
Cash & Bank balances as per Balance Sheet [As per note 14 ]		35,68,79,328		31,63,72,489
Less: Bank deposits not considered as cash & cash equivalents		(27,96,91,042)		(25,48,27,238)
Less: Bank account not considered as cash & cash equivalents		(17,63,121)		(18,98,043)
Less: Bank account not considered as cash & cash equivalents		-		(1,00,00,000)
Net cash & cash equivalents		7,54,25,165		4,96,47,208

# SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2021

Particulars	For the year ended 31st March 2021 ₹		For the year ended 31st March 2020 ₹	
Add: Current investments considered as part of cash & cash equivalents		-		-
<b>Cash and cash equivalents at the end of the year **</b>		<b>7,54,25,165</b>		<b>4,96,47,208</b>
<b>**Comprises:</b>				
[a] Cash on hand		2,11,83,170		1,98,72,459
[b] Cheques, drafts on hand		-		-
[c] Balances with banks				
[i] in current accounts	1,42,41,995		1,47,74,749	
[ii] debit balance in overdraft accounts	-		-	
[iii] in deposit accounts with original maturity less than 3 months	4,00,00,000		1,50,00,000	
		5,42,41,995		2,97,74,749
[d] Stamps on hand		-		-
<b>Total</b>		<b>7,54,25,165</b>		<b>4,96,47,208</b>

### Notes :

1. The Cash Flow Statement reflects combined cash flows pertaining to continuing and discontinuing operations.
2. The earmarked account balances with banks only for the specific identified purposes.

**M. Bhagavantha Rao**  
President

**K.S. Madhukar**  
**L. Madhavan**

Directors

**N. Venkoban**  
Chief Executive Officer

For Raman Associate  
Chartered Accountants  
Firm Registration No. 02910S

Partner : DR . A.P.Vijayendran  
Membership No : 215166  
UDIN : 21215166AAAAAZ2599  
Date : 14/Aug/2021

**S. Narayanan**  
Vice-President

**Dr. R. Narasimhan**  
**V.S. Sridhar**

Directors

**K. Uddava Kumar**  
Head Operations

**Vasudevarao Anand**  
Independent Director

**L. Venkatesan**  
Chief Accountant

**R. Nagendran**  
Independent Director

**V. Muralidharan**  
**C.V. Raveendran**

Directors

**CA. R. Ananthan**  
Ex-Officio Director

**Vidhya Arora**  
Company Secretary  
ACS Number : A12046

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

### Notes to the financial statements for the year ended 31st March 2021

Note	Particulars	31st March 2021	31st March 2020
		₹.	₹.
<b>1</b>	<b>SHARE CAPITAL</b>		
	<b>AUTHORISED SHARE CAPITAL</b>		
	2,50,00,000 Equity shares of ₹.10/- each (Previous year 1,00,00,000 Equity shares of ₹.10/- each)	25,00,00,000	10,00,00,000
		<hr/> 25,00,00,000	<hr/> 10,00,00,000
	<b>ISSUED, SUBSCRIBED &amp; PAID-UP :</b>		
	91,78,164 Equity Shares of ₹.10/- each (Previous year 64,86,159 Equity shares of ₹. 10/- each)	9,17,86,140	6,48,61,590
		<hr/> 9,17,86,140	<hr/> 6,48,61,590
a)	Equity shares	No of shares	No of shares
	Opening Balance	64,86,159	64,35,229
	Fresh issue	38,650	50,930
	Right issue	26,53,805	-
	Closing Balance	<hr/> 91,78,614	<hr/> 64,86,159
b)	The equity shareholders are entitled to receive dividends as and when declared; a right to vote in proportion to holding etc. and their rights, preferences and restrictions are governed under the provisions of the Companies Act, 2013.		
c)	Shareholders holding more than 5% of the total share capital		

**Equity Shares of ₹.10/- each  
fully paid up  
Name**

	<b>31st March 2021</b>		<b>31st March 2020</b>	
	<b>No of shares</b>	<b>% of Holding</b>	<b>No of shares</b>	<b>% of Holding</b>
Sriman Madhwa Sidhanta Onnahini Sabha	15,94,200	17.37%	10,62,800	16.39%
Srinivasa Murthy Banaji	5,32,500	5.80%	3,55,000	5.47%

However, right to vote is restricted to 5% vide Govt. notification No.GSR 465(E) dated 5th June 2015.

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

### Notes to the financial statements for the year ended 31st March 2021

Note	Particulars	31st March 2021 ₹.	31st March 2020 ₹.
<b>2</b>	<b>RESERVES AND SURPLUS</b>		
	<b>Capital Redemption Reserve:</b>		
	Opening balance	0	80,996
	Add: Transfer from General Reserve	80,996	80,996
	<b>TOTAL (A)</b>	<b>80,996</b>	<b>0</b>
	<b>General Reserve:</b>		
	Opening balance	6,70,72,329	5,79,36,161
	Less: Transfer to Capital Redemption Reserve	(80,996)	80,996
	Add: Transfer from Statement of Profit and Loss - General Reserve	64,86,159	83,65,798
	Add: Transfer from Statement of Profit and Loss Surplus	68,61,688	6,89,374
	<b>TOTAL (B)</b>	<b>8,03,39,180</b>	<b>6,70,72,329</b>
	<b>Surplus in Statement of Profit and Loss</b>		
	Opening balance	1,29,72,318	1,84,51,604
	Less: Transfer to General Reserve	(64,86,159)	(83,65,798)
	Less : Dividend on Equity Shares	(64,86,159)	(1,00,85,806)
	Profit for the year from Statement of Profit and Loss	2,41,02,800	1,52,61,692
*	Proposed Dividend on Equity Shares (Refer Note 22.10)	-	-
	Proposed Grant-in-aid to S M S O Sabha	(24,00,000)	(16,00,000)
	Transfer to General Reserve	(68,61,688)	(6,89,374)
	<b>TOTAL (C)</b>	<b>1,48,41,112</b>	<b>1,29,72,318</b>
	<b>(A) +(B) + (C)</b>	<b>9,52,61,288</b>	<b>8,00,44,647</b>
<b>3</b>	<b>SHARE APPLICATION MONEY PENDING ALLOTMENT</b>		
		-	-
<b>4</b>	<b>LONG TERM BORROWINGS</b>		
	<b>UNSECURED</b>		
	Fixed deposits	49,95,57,045	122,93,55,664
	Recurring deposits	1,57,12,405	2,80,48,600
		<b>51,52,69,450</b>	<b>125,74,04,264</b>
<b>5</b>	<b>OTHER LONG TERM LIABILITIES</b>		
	Interest accrued but not due on deposits (Net of tax deducted at source as applicable)	4,74,189	7,92,106
	Rent Advance	8,50,000	8,50,000
		<b>13,24,189</b>	<b>16,42,106</b>

**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

**Notes to the financial statements for the year ended 31st March 2021**

Note	Particulars	31st March 2021 ₹.	31st March 2020 ₹.
<b>6</b>	<b>LONG TERM PROVISIONS</b>		
	For Non performing assets	98,22,063	32,30,758
		<b>98,22,063</b>	<b>32,30,758</b>
<b>7</b>	<b>SHORT TERM BORROWINGS</b>		
	<b>UNSECURED :-</b>		
	Fixed deposits	59,37,34,050	45,80,46,583
	Cumulative deposits	16,22,77,010	-
	Recurring deposits	5,59,59,930	5,51,38,275
	Savings deposits	29,98,82,358	26,77,57,772
		<b>111,18,53,348</b>	<b>78,09,42,630</b>
<b>8</b>	<b>OTHER CURRENT LIABILITIES</b>		
	Unpaid matured deposits and interest accrued thereon	5,57,16,996	4,06,62,964
	Other Security Deposits	6,85,75,500	6,56,95,500
	Cheques Pending Realisation	5,90,000	5,35,555
	Unpaid dividends	36,52,609	35,23,390
	Other liabilities	39,41,970	46,64,646
	Interest accrued and due on fixed deposits	78,664	10,479
	Interest accrued but not due on Other Deposits	87,30,266	49,21,942
	(Net of tax deducted at source as applicable)		
	Deposits maturing within next 12 months	165,80,64,572	79,33,95,489
		<b>179,93,50,577</b>	<b>91,34,09,965</b>
<b>9</b>	<b>SHORT TERM PROVISIONS</b>		
	For Proposed Grant-in aid	24,00,000	16,00,000
	Provision for Employee		
	In respect of Ex- gratia	47,58,500	38,96,300
	Others	11,97,922	24,65,568
		<b>83,56,422</b>	<b>79,61,868</b>



**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

Notes to the financial statements for the year ended 31st March 2021

Note - 10. Fixed Assets

S No	Description	Gross Block at cost as at 1st April 2020 ₹.	Additions during the year ₹.	Deductions during the Year ₹.	Gross Block at cost as at 31st March 2021 ₹.	DEPRECIATION				NET Block as at	
						up to 31st March 2020 ₹.	for the year 2020-2021 ₹.	Withdrawn ₹.	up to 31st March 2021 ₹.	31st March 2021 ₹.	31st March 2020 ₹.
TANGIBLE ASSETS											
1	Land	2,04,89,778	-	-	2,04,89,778	-	-	-	-	2,04,89,778	2,04,89,778
2	Premises	2,38,61,506	-	-	2,38,61,506	85,65,251	7,53,462	-	93,18,713	1,45,42,793	1,50,79,097
3	Improvements in Lease hold premises	90,38,160	2,92,670	2,93,365	90,37,465	34,02,773	9,08,860	1,60,044	41,51,589	48,85,876	58,52,545
4	Furniture & Fixtures	5,83,02,615	16,30,490	-	5,99,33,105	2,87,25,171	31,32,089	-	3,18,57,260	2,80,75,845	2,95,77,445
5	Electrical & Other Installations	60,59,130	1,08,570	-	61,67,700	41,48,419	4,99,256	-	46,47,675	15,20,025	19,10,711
6	Office Equipments	1,89,49,784	12,35,479	-	2,01,85,263	1,57,47,961	14,77,798	-	1,72,25,759	29,59,504	32,01,823
7	Computer	85,96,904	1,75,986	-	87,72,890	75,99,614	3,63,128	-	79,62,742	8,10,148	9,97,290
8	Vehicle	9,69,821	-	-	9,69,821	5,89,489	1,18,739	-	7,08,228	2,61,593	3,80,331
	Sub Total	14,62,67,698	34,43,195	2,93,365	14,94,17,528	6,87,78,678	72,53,332	1,60,044	7,58,71,966	7,35,45,562	7,74,89,020
INTANGIBLE ASSETS											
1	Software	33,62,677	-	-	33,62,677	14,66,604	3,36,268	-	18,02,872	15,59,805	18,96,073
	31.03.2021	14,96,30,375	34,43,195	2,93,365	15,27,80,205	7,02,45,282	75,89,600	1,60,044	7,76,74,838	7,51,05,367	7,93,85,093
	31.03.2020	12,17,95,520	2,81,63,555	3,28,700	14,96,30,375	6,21,68,812	81,88,011	1,11,542	7,02,45,282	7,93,85,093	

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

Notes to the financial statements for the year ended 31st March 2021

Note	Particulars	31st March 2021 ₹.	31st March 2020 ₹.
<b>11</b>	<b>LONG TERM LOANS AND ADVANCES FULLY SECURED (CONSIDERED GOOD)</b>		
	Registered Mortgage Loan	23,91,93,561	29,78,87,107
	Loan on deposits	90,66,826	1,55,74,302
	<b>UNSECURED (CONSIDERED GOOD)</b>		
	Loan to Directors	13,23,640	15,12,773
	Housing Loan to Staff	1,03,86,492	1,34,29,320
	Other Deposits	2,11,800	2,09,800
#	Taxes recoverable [Net of provision]	70,82,486	83,48,369
	Rent Advances	1,33,90,000	1,31,75,000
	Other Advances	-	1,00,360
		<b>28,06,54,805</b>	<b>35,02,37,031</b>
#	Taxes recoverable is net of provisions for taxation as stated below:		
	Taxes recoverable	6,67,97,486	5,26,82,369
	Less: Provision for income tax	5,97,15,000	4,43,34,000
	<b>Taxes recoverable (Net of provision)</b>	<b>70,82,486</b>	<b>83,48,369</b>
<b>12</b>	<b>OTHER NON CURRENT ASSETS</b>		
	Advance recoverable	13,35,203	13,35,203
		<b>13,35,203</b>	<b>13,35,203</b>
<b>13</b>	<b>DEFERRED TAX ASSET (NET)</b>		
	Deferred Tax Asset on account of Depreciation	13,59,704	12,72,869
		<b>13,59,704</b>	<b>12,72,869</b>

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

Notes to the financial statements for the year ended 31st March 2021

Note	Particulars	31st March 2021 ₹.	31st March 2020 ₹.
<b>14</b>	<b>CASH AND BANK BALANCES</b>		
	<b>Cash and cash equivalents</b>		
	Cash on hand	2,11,83,170	1,98,72,459
	Balance with Banks in current accounts	1,42,41,995	1,47,74,749
#	Bank deposit (upto 3 months maturity)	4,00,00,000	1,50,00,000
	<b>Other Bank balances</b>		
#	Bank deposits (More than 3 months and upto 12 months maturity)	27,96,91,042	25,48,27,238
	Mutual Funds	-	1,00,00,000
	Balance with Banks in unpaid dividend account	17,63,121	18,98,043
		<b>35,68,79,328</b>	<b>31,63,72,489</b>
#	Represents deposit made to comply with requirement of maintenance of Statutory Liquid Ratio of 10% of deposits outstanding		
<b>15</b>	<b>SHORT TERM LOANS AND ADVANCES FULLY SECURED (CONSIDERED GOOD)</b>		
	Jewel Loan	275,96,46,372	223,50,33,859
	Loan on Deposits	2,52,80,376	2,71,99,527
	Interest Accrued on Loans	12,03,05,425	9,06,96,256
	<b>UNSECURED (CONSIDERED GOOD)</b>		
	Education Advance	2,02,920	19,749
	Other Advances	23,47,894	-
		<b>290,77,82,987</b>	<b>235,29,49,391</b>
<b>16</b>	<b>OTHER CURRENT ASSETS</b>		
	Interest Accrued on Bank Deposits	19,79,716	22,21,467
	Rent receivable	1,00,556	2,44,970
	Prepaid Expenses	64,08,253	26,63,469
	Stationery at cost	13,43,226	11,89,345
	Input Tax Receivables	74,332	16,26,501
		<b>99,06,083</b>	<b>79,45,752</b>

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

Notes to the financial statements for the year ended 31st March 2021

Note	Particulars	31st March 2021 ₹	31st March 2020 ₹
<b>17</b>	<b>REVENUE FROM OPERATIONS</b>		
	Interest on Jewel Loans	29,39,64,094	24,76,23,468
	Interest on Mortgage Loans	4,19,28,149	5,41,35,660
	Interest on Loans on deposits	29,26,568	30,30,066
	Interest on Loan to Employees	8,93,621	10,24,847
	Interest on Deposit With Scheduled Banks	1,90,96,496	1,86,90,914
	Interest on Deposit With Mutual fund	10,51,897	21,643
	Processing and penal charges	83,80,558	18,63,076
		<b>36,82,41,383</b>	<b>32,63,89,674</b>
<b>18</b>	<b>OTHER INCOME</b>		
	Rent Received	27,32,201	29,62,000
	Miscellaneous income	37,858	1,67,519
	Contribution to Gratuity Fund written back	60,313	-
	Contribution to Leave Encashment written back	20,49,456	-
		<b>48,79,828</b>	<b>31,29,519</b>
<b>19</b>	<b>EMPLOYEE BENEFITS EXPENSES</b>		
	Salaries and Allowances	5,28,13,215	5,27,41,149
	Contribution to EPF & Deposit linked Insurance	51,81,858	52,82,666
	Medical Reimbursement	12,78,300	12,97,400
	Contribution to Gratuity Fund	-	11,47,882
	National Pension Scheme (NPS)	25,89,157	26,98,617
	Group Mediclaim Policy	6,52,277	5,01,375
	Group Leave encashment Policy	-	9,76,640
	Staff Welfare Expenses	14,46,094	13,36,014
		<b>6,39,60,901</b>	<b>6,59,81,742</b>
<b>20</b>	<b>FINANCE COSTS</b>		
	<b>INTEREST EXPENSE</b>		
	On Fixed Deposits	19,94,96,791	17,34,77,277
	On Cumulative Deposits	26,47,017	-
	On Recurring Deposits	97,84,771	1,01,58,917
	On Savings Deposits	1,04,23,371	1,10,07,116
	On Bank Borrowings	2,20,262	3,60,670
		<b>22,25,72,212</b>	<b>19,50,03,980</b>

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

Notes to the financial statements for the year ended 31st March 2021

Note	Particulars	31st March 2021 ₹	31st March 2020 ₹
<b>21</b>	<b>OTHER EXPENSES</b>		
	Electricity Charges	12,21,679	16,62,417
	Insurance	9,00,756	8,29,703
	Rent	1,47,80,151	1,42,83,255
	Payment to Auditors		
	- Audit Fees	1,09,000	1,09,000
	- Taxation Matters	38,500	54,500
	Repairs to		
	- Building	-	-
	- Others	19,79,853	23,06,990
	Rates & Taxes	4,64,206	4,05,129
	Bad Debts	30,61,905	16,15,304
	Provision for NPA	65,91,305	8,40,848
	Payment to Directors		
	- Remuneration	45,000	45,000
	- Sitting Fees	9,68,000	13,73,500
	Miscellaneous expenses	94,41,178	1,38,95,700
		<b>3,96,01,533</b>	<b>3,74,21,346</b>

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

Notes to the financial statements for the year ended 31st March 2021

### NOTE 22

#### 1 SIGNIFICANT ACCOUNTING POLICIES

- A Revenue and expenses are generally accounted for on accrual basis, subject to policy in item (B) and (C) below.
- B The company complies with the Nidhi Rules 2014 including compliance with Prudential Norms for Income Recognition issued by Ministry of Corporate Affairs vide G.S.R No.258(E) dated 31/03/2014 w.e.f 01/04/2014.
- C Interest on loans and advances is net of interest waived as per one time settlement with borrowers, if any. Penal charges for Non payment of advances and non payment of recurring deposit installments are recognised only at the time of ultimate realisation.
- D Fixed assets are stated at cost less depreciation
- E "In respect of Tangible assets (other than leasehold improvements), Depreciation on assets is provided on the written down value method. The Company has adopted depreciation rates as per the useful life specified in the Schedule II of the Companies Act, 2013 except on certain category of assets for which the Company has re-assessed the useful life of the assets based on internal assessment and technical advice, as specified below:

Asset Nature	Estimated Useful Life
Lockers & Strong Room Doors classified under Furniture & Fixtures	50 years
Computers	6 years

Residual value has been considered @5% of the cost.

Leasehold improvements are amortized over the period of lease.

Intangible assets represent Computer software whose cost is amortised fully over their expected useful life of 10 years, on a straight-line basis. Residual value is taken to be NIL.

Based on the concept of materiality, assets costing ₹.5,000 or less acquired during the year are written down @ 100% based on the number of days of usage.

#### F Employee Retirement Benefits:

- (i) Short term employee benefit : Provision for leave liability is funded through the scheme administered by the Life Insurance Corporation of India and the amounts paid / provided under the scheme are charged to Profit and Loss account.
- (ii) Post employment benefits - Defined Benefit Plans:

Company's contribution to provident fund is determined under the relevant schemes and / or statute and charged to revenue. The gratuity liability is funded through the scheme administered by the Life Insurance Corporation of India and the amounts paid / provided under the scheme are charged to Profit and Loss account.

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

- (iii) Short term employee benefit : The company's contribution liability is funded through the National Pension scheme administered by the State Bank of India and the amounts paid / provided under the scheme are charged to Profit and Loss account.
- G Payments made for assets taken on operating lease are recognised as expenses over the lease period.
- H Deffered Tax Asset is recognised, subject to consideration of prudence, on timing differences, being the differences between taxable income and accounting income that originate in one period and or capable of reversal in one or more subsequent periods. Deffered Tax Assets are recognised on unabsorbed depreciation and/or on carry forward losses only to the extent that there is virtual certainty of sufficient future taxable income that may be available against which such Deffered Tax Assets can be realised.
- 2 Claim of ₹. 33,20,116/- along with interest for the period upto 19-07-2018 from ESI Corporation is under dispute and not recognized as debt. Advances recoverable in cash or in kind includes ₹.7,28,000/- the disputed liability deposited with The Principal Labour Court, Chennai.
- Claim of ₹.30,36,015/- under section 143(3) by Income Tax authorities are under dispute, and not recognized as debt, the Nidhi preferred an appeal by depositing ₹.6,07,203/- against the demand with the Appellate Tribunal. Advances recoverable in cash or in kind includes ₹.6,07,203/- the disputed liability deposited with Income Tax Dept.
- 3 The Company is in the practice of taking office buildings on operating lease.
- |  | As at<br>31.03.2021<br>₹. | As at<br>31.03.2020<br>₹. |
|--|---------------------------|---------------------------|
| 4 A Deferred Tax Details:-   |                           |                           |
| Deferred Tax Liability on account of Depreciation                                      | -                         | -                         |
| Deferred Tax Assets on account of expenses allowable in income tax under payment basis | -                         | -                         |
| Deferred Tax Asset on account of Depreciation  | 13,59,704                 | 12,72,869                 |
| B Profit for the year after taxation   | 2,41,02,800               | 1,52,61,692               |
| Weighted Average number of equity shares of ₹.10 each                                  | 65,17,904                 | 64,56,766                 |
| Earnings Per Share of ₹.10 each (Basic & Diluted)                                      | 3.70                      | 2.36                      |

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

### 5 Particulars

(i) Total Amount of provision to be made on account of Non-performing assets other than those stated above, remaining unrealised	98,22,063	32,30,758
Amount of provision in respect of above till the previous year	32,30,758	23,89,910
Amount provided / (Excess provision reversed) in the current year	65,91,305	8,40,848
Balance to be provided	-	-

“The Company generally follows the prudential norms of provisioning for non-performing assets as per the notifications referred in Note 1 above.

Provision for Non performing assets have been made taking into consideration the events occurred after the Balance sheet date but before the date of approval of financial statements by Board of directors.”

The company has waived off interest of ₹.30,61,905/- ( included in “Bad Debts”under Note 21 to financial statements) during the year under one time settlement. [Previous year ₹.16,15,304]

### 6 Employee Retirement Benefits

During the year the company has adopted Accounting Standards 15 (Revised 2005) Employee Benefits. According the company has calculated the various employee benefits provided to employees as under:

#### A) Employee Plan

- a) Provident Fund: The company's contribution to Provident Fund is vested with the Employees Provident Fund Scheme of the Government of India.
- b) Superannuation Fund: The Superannuation Fund is managed by the Life Insurance Corporation of India.

As at 31.03.2021 ₹.	As at 31.03.2020 ₹.
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#### B) In respect of Gratuity

##### Reconciliation of liability recognised in the Balance Sheet

Present value of commitments	2,46,03,989	2,38,69,680
Fair value of Plan Assets	2,76,16,570	2,60,36,248
Funded Stated assets	30,12,581	21,66,568



**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

	As at 31.03.2021 ₹.	As at 31.03.2020 ₹.
<b>Movement in the assets recognised in the Balance Sheet</b>		
Net Asset as at beginning of the year	21,66,568	16,28,394
Contribution during the year	7,60,338	13,35,842
Net expenses recognised/(written back) in the Profit and Loss Account	(85,675)	7,97,668
Net Assets as at the end of the year	30,12,581	21,66,568
(Included in Prepaid expenses in Note 16)		
<b>Expenses recognised in the Profit and Loss Account</b>		
Current Service Cost	13,58,028	13,45,956
Interest cost	17,30,552	16,56,217
Expected return on plan assets	(18,72,482)	(17,58,115)
Net Actuarial (Gain)/Loss recognised in the year	(13,01,773)	(4,46,390)
Expenses recognised/(written back) in the Profit and Loss Account	(85,675)	7,97,668
<b>Return on Plan Assets</b>		
Expected return on plan assets	18,72,482	17,58,115
Net Actuarial Loss/(Gain) recognised in the year	-	-
Actual Return on Plan Assets	18,72,482	17,58,115
<b>Changes in present value of obligations</b>		
Present value of obligations as at beginning of the year	2,38,69,680	2,20,82,896
Interest cost	17,30,552	16,56,217
Current Service Cost	13,58,028	13,45,956
Paid benefits	(10,52,498)	(7,68,999)
Actuarial (gains)/Losses	(13,01,773)	(4,46,390)
Present Value/Commitment as at end of the year	2,46,03,989	2,38,69,680
<b>Changes in fair value of plan assets</b>		
Fair value of plan assets as at beginning of the year	2,60,36,248	2,37,11,290
Expected return on plan assets	18,72,482	17,58,115

**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

	As at 31.03.2021 ₹.	As at 31.03.2020 ₹.
Contributions	7,60,338	13,35,842
Benefits paid	(10,52,498)	(7,68,999)
Acturial Loss/(Gain) on plan Assets	-	-
Fair value of plan assets as at end of the year	2,76,16,570	2,60,36,248
<b>Principle Assumption</b>		
Discount Rate	7.25%	7.25%
Expected return on plan assets		
Expected rate of Salary increase	5%	5%
Attrition Rate		
C) In respect of Leave Encashment		
<b>Reconciliation of liability recognised in the Balance Sheet</b>		
Present value of commitments	84,79,195	1,01,39,817
Fair value of Plan Assets	1,16,94,740	1,06,90,246
Funded Stated assets	32,15,545	5,50,429
<b>Movement in the assets recognised in the Balance Sheet</b>		
Net Asset as at beginning of the year	5,50,429	3,39,674
Contribution during the year	6,64,254	10,13,697
Net expenses recognised/(written back) in the Profit and Loss Account	(20,00,862)	8,02,942
Net Assets/(Liability) as at the end of the year (Included in Prepaid expenses in Note 16)	32,15,545	5,50,429
<b>Expenses recognised in the Profit and Loss Account</b>		
Current Service Cost	6,73,073	8,13,319
Interest cost	7,29,477	6,61,353
Expected return on plan assets	(7,83,966)	(7,18,651)
Net Actuarial (Gain)/Loss recognised in the year	(26,19,446)	46,922
Expenses recognised/(written back) in the Profit and Loss Account	(20,00,862)	8,02,943

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

	As at 31.03.2021 ₹.	As at 31.03.2020 ₹.
<b>Return on Plan Assets</b>		
Expected return on plan assets	7,83,966	7,18,651
Net Actuarial Loss/(Gain) recognised in the year	-	-
Actual Return on Plan Assets	7,83,966	7,18,651
<b>Changes in present value of obligations</b>		
Present value of obligations as at beginning of the year	1,01,39,817	88,18,042
Interest cost	7,29,477	6,61,353
Current Service Cost	6,73,073	8,13,319
Paid benefits	(4,43,726)	(1,99,819)
Actuarial (gains)/Losses	(26,19,446)	46,922
Present Value/Commitment as at end of the year	84,79,195	1,01,39,817
<b>Changes in fair value of plan assets</b>		
Fair value of plan assets as at beginning of the year	1,06,90,246	91,57,716
Expected return on plan assets	7,83,966	7,18,651
Contributions	6,64,254	10,13,697
Benefits paid	(4,43,726)	(1,99,819)
Actuarial Loss/(Gain) on plan Assets	-	-
Fair value of plan assets as at end of the year	1,16,94,740	1,06,90,246
<b>Principle Assumption</b>		
Discount Rate	7.25%	7.25%
Expected return on plan assets		
Expected rate of Salary increase	5%	5%
Attrition Rate		

### 7 Disclosure as per Accounting Standard 18 - Related Party Disclosure

Related parties disclosure

#### A. Relationships

Key-Managerial Personnel (KMP)	As at 31.03.2021	As at 31.03.2020
President	Sri M.Bhagavantha Rao	Sri M.Bhagavantha Rao
Chief Executive Officer	Sri.R.Srinivasan	Sri.R.Srinivasan

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

### B. Nature and volume of Transactions

Particulars	for the year ended 31.03.2021 ₹	for the year ended 31.03.2020 ₹
Income		
(i) Interest income from KMP	-	1,172
Expenditure		
(i) Remuneration of KMP	6,72,740	7,66,340
(ii) Interest paid to KMP	64,386	77,841
Dividend Paid	17,930	23,309
Assets		
(i) Loans and Advances Paid to KMP	-	-
(ii) Loans and Advances repaid by KMP	-	1,00,407
Liabilities		
*(i) Deposits received from KMP	-	-
*(ii) Deposits repaid to KMP	-	-

\* Does not include transactions in the Savings Deposit account entered during the normal course of business.

Balances outstanding	As at 31.03.2021	As at 31.03.2020
Loans and Advances outstanding from KMP	-	-
Interest Accrued on Loans outstanding from KMP	-	-
Deposits outstanding to KMP	10,35,663	8,52,202

D The Related party relationship is as identified by the company and relied upon by the auditor

- 8 The presentation in the Balance Sheet, Profit and Loss Statement and Notes to the Accounts is in terms of Schedule III to the Companies Act, 2013 which has become mandatory with effect from 1st April 2014. The assets and liabilities have been classified as current and non-current based on twelve month operating cycle.

Dividend	For the year ended 31st March 2021 ₹.	For the year ended 31st March 2020 ₹.
Amount of Proposed Dividend	74,20,556	64,86,159
Proposed dividend per share of ₹.10 each	1.10	1.00

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

- 10 There are no amounts due to Small Scale Industries as defined in “The Micro, Small and Medium Enterprises Development Act, 2006”
- 11 Dividend at the rate of 11% amounting to ₹.74,20,556 (₹.1.10 per share on fully paid up equity share of ₹.10/- each) ,(on a pro-rata basis on the Shares issued under Rights Issue during the year)has been recommended by the Board for the year ended 31st March 2021. The Central Government vide notification dated 30.03.2016 has amended the Companies (Accounting Standards) Rules, 2006. According to the amended Rule, the dividend declared after the Balance Sheet date shall not be recorded as a liability in the previous year. Therefore, the Company has not recorded ₹.74,20,556/- as liability for proposed dividend - as at 31st March 2021. However, the same will be recognised as liability on approval of the shareholders in the Annual General Meeting. The company has sufficient profits to transfer to general reserve equivalent to proposed dividend, as required by Nidhi Rules 2014, computation of which is furnished below:

Particulars	For the year ended 31st March 2021	For the year ended 31st March 2020
Surplus in Statement of Profit and Loss	1,48,41,112	1,29,72,318
Less: Appropriations		
Proposed Dividend on Equity Shares	(74,20,556)	(64,86,159)
Transfer to General Reserve	(74,20,556)	(64,86,159)

- 12 Previous year's figures have been regrouped wherever necessary in conformity with the current year classification.

<b>M. Bhagavantha Rao</b> President  <b>K.S. Madhukar</b> <b>L. Madhavan</b> Directors <b>N. Venkoban</b> Chief Executive Officer For Raman Associate Chartered Accountants Firm Registration No. 02910S Partner : DR . A.P.Vijayendran Membership No : 215166 UDIN : 21215166AAAAAZ2599 Date : 14/Aug/2021	<b>S. Narayanan</b> Vice-President  <b>Dr. R. Narasimhan</b> <b>V.S. Sridhar</b> Directors <b>K. Uddava Kumar</b> Head Operations	<b>Vasudevarao Anand</b> Independent Director  <b>Dr. R. Narasimhan</b> <b>V.S. Sridhar</b> Directors <b>L. Venkatesan</b> Chief Accountant	<b>R. Nagendran</b> Independent Director  <b>V. Muralidharan</b> <b>C.V. Raveendran</b> Directors <b>CA. R. Ananthan</b> Ex-Officio Director  <b>Vidhya Arora</b> Company Secretary ACS Number : A12046
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**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

S.No	Resolution
<b>ORDINARY BUSINESS</b>	
1.	To receive, consider and adopt the audited financial statement for the financial year ended 31.03.2021
2.	To declare dividend.
3.	To re- appoint Sri. M.Bhagavantha Rao (DIN: 02895468), director eligible for re-appointment.
4.	To re-appoint Dr.R.Narasimhan (DIN: 06557701), director eligible for re-appointment.
5.	To re- appoint Sri. V.Muralidharan (DIN: 06716317), director eligible for re-appointment.
<b>SPECIAL BUSINESS</b>	
6.	To Amend the Articles of Association.
7.	To authorize the Board to fix the Annual Remuneration to Non-executive Directors
8.	To make grants to Sriman Madhwa Sidhantaonnahini Sabha
9.	To make donation to S M S O Employees Welfare Trust, Chennai.
10.	To make donation to Sri Madhwa Sidhanta Charitable Trust, Chennai

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

STATUTORY AUDITOR	
M/s Raman Associate, Chartered Accountants, New No. 13, Luz Avenue, Mylapore, Chennai - 600 004.	
INTERNAL AUDITORS	
M/s. K. Muralidharan & Associates, Chartered Accountants, Plot No.194, 4th Street, ALS Nagar, Madambakkam, Chennai-600 126.	
COMPANY SECRETARY IN PRACTICE	
Sri .K. N. Raghavan B Com., FCS, House of Hiranandani, Tower Amalfi, Flat No. 1804, 18thFloor, No.5/63, OMR Egattur, Chennai-600130.	
S.No.	Our Counsel / Advocates
1.	Sri. K. Raghavendiran, B.Com., LL.B, DLL (Hons), Advocate, Roll No.5 / 3, 9th Street, Guru Kalki Apartment, Nanganallur, Chennai –600 061.
2.	Sri. L. Prabahar, B.Com., L.L.B., Advocate, New No.51 Old No.22 Ground Floor, Royal Builders, Soorappan Street, Triplicane, Chennai- 600005
3.	Sri.C.R. Prasanan, B.Sc., B.L., Advocate, No.10, First Floor, Teachers Colony, Royapettah, Chennai-600014.
4.	Sri .T R V Vittal, B.Com., B. L., Advocate, “Vittal Vihar” No.45, Bharathi Park Cross Road- 3, Coimbatore- 641 011
5.	Sri R Seshagiri Rao B.A., B.L., (DP & PA) (P G Diploma in Law) Senior Advocate, “Sri Raghavendra Apartments” No 36/9 G K Venkataraman Street, Kumbakonam – 612 001
6.	1. Sri .V Rajagopal, B.Sc., LL.B., Advocate & Commissioner of Oaths,No 369/5, Sooramangalam Main Road, Sooramangalam, Salem – 636 005 2. Sri. V.Srinivasan, M.A.B.L, Advocate, No.15,Kannakurichi Main Road, Dr.Sivasubramaniam upstairs Hasthampatti,Salem-636004
7.	Sri. S Ganesh Babu M.A ., B.L., Advocate & Commissioner of Oaths No 237, Naicker New Street, Madurai – 625 001
8.	1. Sri. S.Ramesh, B.Sc. B.L, Advocate, No.8, Pasupathipalayam, Karur -639 001 2. Sri. V.Prakasam, M.Sc., B.L. Advocate, No.88 B/16, Alamara Street, Karur-639 001
9.	Sri. N.S.Raja Ganesh, B.Sc. LLB. Advocate,No.485, Bengaluru Road, Krishnagiri-635 001.
10.	Sri. J.Sriram, B.A.B.L, Advocate, No.16/66, T.S.Puram, Valipalayam Main Road, Tirupur-641 601
11.	Sri.S.Balaji, B.Com, M.A., LLB, Advocate, No. 9/7, M.G.Road, Hosur-635109.

## **ATTENTION SHARE HOLDERS**

### **COVID-19 Regulations**

Since, our 139th AGM is being held in the midst of COVID-19 Pandemic the shareholders are advised to adhere to the following guidelines issued by the Government for large gathering of people at a meeting.

1. The assembly of members are presently restricted to 50 persons.
2. All the shareholders, who wish to participate in the meeting should wear Face Mask compulsorily. It is informed that without face mask members are not allowed to enter and sit inside the meeting hall to participate.
3. Hand sanitizer are being provided on the main entrance to the meeting hall and all are requested to clean their hands before entering the meeting hall.
4. Considering the Pandemic, the meeting should be concluded at the earliest to avoid large gathering of share holders for a longer duration.

We earnestly request your co-operation for holding the meeting smoothly.

**Management**  
**S M S O Permanent Nidhi Ltd**



**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD**

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**ATTENTION SHARE HOLDERS**

**Payment of Dividend –Crediting to your Bank/SMSO Account.**

We have now made easy for getting dividend instantly by crediting to your Bank account or to your SMSO Savings deposit account.

Kindly furnish the following details:

1. Name of the Share holder :
2. Customer ID / Folio No :
3. Bank Name &Branch/ SMSO Branch:
4. Bank SB A/c No/ SMSO SD A/c:
5. Bank IFSC Code :

Please forward details by post or by email to [ho@smsonidhi.com](mailto:ho@smsonidhi.com)

## **Payment of Dividend – Deduction of Tax.**

Under the Income Tax Act 1961 of Section 194 and the subsequent amendment to the Finance Act 2020, the deduction of TDS on dividend is made mandatory and in view of this the Nidhi is expected to deduct Income Tax @10% on the dividend payout and remit it to the Central Government if the quantum of dividend payable exceeds Rs.5,000/- and above.

For Non-deduction of TDS the shareholders are requested to submit either Form 15G or Form 15H whichever is applicable to the Nidhi on or before 18/09/2021 along with a copy of their PAN card.

Non receipt of either Form 15G or 15H before the said due date will attract deduction of TDS @ 10% by the Nidhi. For the convenience of Shareholders, the Form 15G/15H are enclosed with this report.

Non-submission of PAN details will attract deduction of TDS @ 20% if the dividend payable exceeds Rs 5000/-. Please forward your self attested PAN copy quoting your Customer ID / Folio No. to [ho@smsonidhi.com](mailto:ho@smsonidhi.com)

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

"FORM NO. 15G

[See section 197A(1), 197A(1A) and rule 29C]

Declaration under section 197A (1) and section 197A(1A) to be made by an individual or a person (not being a company or firm) claiming certain incomes without deduction of tax.

### PART I

1. Name of Assessee (Declarant)		2. PAN of the Assessee <sub>1</sub>	
3. Status <sub>2</sub>	4. Previous year(P.Y.) <sub>3</sub> (for which declaration is being made)		5. Residential Status <sub>4</sub>
6. Flat/Door/Block No.	7. Name of Premises	8. Road/Street/Lane	9. Area/Locality
10. Town/City/District	11. State	12. PIN	13. Email
14. Telephone No. (with STD Code) and Mobile No.	5 (a) Whether assessed to tax under the Income-tax Act, 1961 : Yes <input type="checkbox"/> No <input type="checkbox"/> (b) If yes, latest assessment year for which assessed		
16. Estimated income for which this declaration is made		17. Estimated total income of the P.Y. in which income mentioned in column 16 to be included <sub>6</sub>	
18. Details of Form No. 15G other than this form filed during the previous year, if any <sub>7</sub>			
Total No. of Form No. 15G filed		Aggregate amount of income for which Form No.15G filed	
19. Details of income for which the declaration is filed			
S.N o.	Identification number of relevant investment/account, etc. <sub>8</sub>	Nature of income	Section under which tax is deductible
			Amount of income

Signature of the Declarant<sub>9</sub>

Declaration/Verification<sub>10</sub>

\*I/We \_\_\_\_\_ do hereby declare that to the best of \*my/our knowledge and belief what is stated above is correct, complete and is truly stated. \*I/We declare that the incomes referred to in this form are not includible in the total income of any other person under sections 60 to 64 of the Income-tax Act, 1961. \*I/We further declare that the tax \*on my/our estimated total income including \*income/incomes referred to in column 16 \*and aggregate amount of \*income/incomes referred to in column 18 computed in accordance with the provisions of the Income-tax Act, 1961, for the previous year ending on 31<sup>st</sup> March \_\_\_\_\_ relevant to the assessment year \_\_\_\_\_ will be nil. \*I/We also declare that \*my/our \*income/incomes referred to in column 16 \*and the aggregate amount of \*income/incomes referred to in column 18 for the previous year ending on 31<sup>st</sup> March \_\_\_\_\_ relevant to the assessment year \_\_\_\_\_ will not exceed the maximum amount which is not chargeable to income-tax.

Place: Chennai

Date:

Signature of the Declarant<sub>9</sub>

### PART II

[To be filled by the person responsible for paying the income referred to in column 16 of Part I]

1. Name of the person responsible for paying		2. Unique Identification No. <sub>11</sub>	
3. PAN of the person responsible for paying :	4. Complete Address: Branch Address:		5. TAN of the person responsible for paying
6. Email	7. Telephone No. (with STD Code) and Mobile No.		8. Amount of income paid <sub>12</sub>
9. Date on which Declaration is received (DD/MM/YYYY)		10. Date on which the income has been paid/credited (DD/MM/YYYY)	

Place: Chennai

Date:

Signature of the person responsible for paying the income referred to in column 16 of Part I

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

### FORM NO. 15H

[See section 197A(1C) and rule 29C]

Declaration under section 197A(1C) to be made by an individual who is of the age of sixty years or more claiming certain incomes without deduction of tax

#### PART I

1. Name of Assessee (Declarant)		2. Permanent Account Number Number of the Assessee 1		3. Date of Birth (DD/MM/YYYY)	
4. Previous Year (P.Y) <sup>3</sup> (for which declaration is being made)		5. Flat/Door/Block No.		6. Name of Premises	
7. Road/Street/Lane		8. Area / Locality		9. Town/City/District	
				10. State	
11. PIN		12. Email		13. Telephone No. (with STD Code) and Mobile No.	
14. (a) Whether assessed to tax <sup>4</sup>				Yes	No.
(b) If yes, latest assessment year for which assessed					
15. Estimated income for which this declaration is made					
16. Estimated total income of the P.Y. in which income mentioned in column 15 to be included <sup>5</sup>					
17. Details of Form No. 15H other than this form filed for the previous year, if any <sup>6</sup>					
Total No. of Form No. 15H filed			Aggregate amount of income for which Form No. 15H filed		
18. Details of income for which the declaration is filed					
Sl.No.	Identification Number of relevant investment / account, etc. 7		Nature of income		Section under which tax is deductible
					Amount of income

.....  
Signature of the Declarant

#### DECLARATION / VERIFICATION

I ..... do hereby declare that I am resident in India within the meaning of section 6 of the Income-tax Act, 1961. I also hereby declare that to the best of my knowledge and belief what is stated above is correct, complete and is truly stated and that the incomes referred to in this form are not includable in the total income of any other person under sections 60 to 64 of the Income - tax Act, 1961. I further declare that the tax on my estimated total income including \*income/incomes referred to in column 15 \*and aggregate amount of \*income/incomes referred to in column 17 computed in accordance with the provisions of the Income-tax Act, 1961, for the previous year ending on ..... relevant to the assessment year ..... will be nil.

Place : .....

Date : .....

.....  
Signature of the Declarant

#### PART II

[To be filled by the person responsible for paying the income referred to in column 15 of Part I]

1. Name of the person responsible for paying		2. Unique Identification No. <sup>8</sup>	
3. Permanent Account Number or Aadhaar Number of the person responsible for paying		4. Complete Address	
		5. TAN of the person responsible for paying	
6. E-mail		7. Telephone No. (with STD Code) and Mobile No.	
		8. Amount of income paid <sup>10</sup>	
9. Date on which Declaration is received (DD/MM/YYYY)		10. Date on which the income has been paid/credited (DD/MM/YYYY)	

Place : .....

Date : .....

.....  
Signature of the person responsible for paying the income referred to in column 15 of Part I

## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

### Proxy Form (Form No. MGT-11)

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the Company : **Sriman Madhwa Sidhantaonnahini Permanent Nidhi Limited**

CIN : U65110TN1881PLC002799

Registered office : No.37, Car Street, Triplicane, Chennai - 600 005.  
Website : smsonidhi.com | email : ho@smsonidhi.com

Name of the Member(s):

Customer ID / Folio No. :

Registered address:

E-mail Id:

I/ We being the member of ....., holding.....shares, hereby appoint

1. Name : .....

Address : .....

E-mail Id : .....

Signature: ....., or failing him

2. Name : .....

Address : .....

E-mail Id : .....

Signature : .....

Affix

₹. 1 /-

Revenue

Stamp

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at 139th Annual General Meeting of members of the Company, to be held on Saturday the **18<sup>th</sup> September 2021** at Sri Vyasaraaja Mutt Hall, 1st Floor, No.1, East Tank Square Street, Triplicane, Chennai - 600 005 at **3.00 p.m.**, and at any adjournment thereof in respect of such resolutions as indicated below:

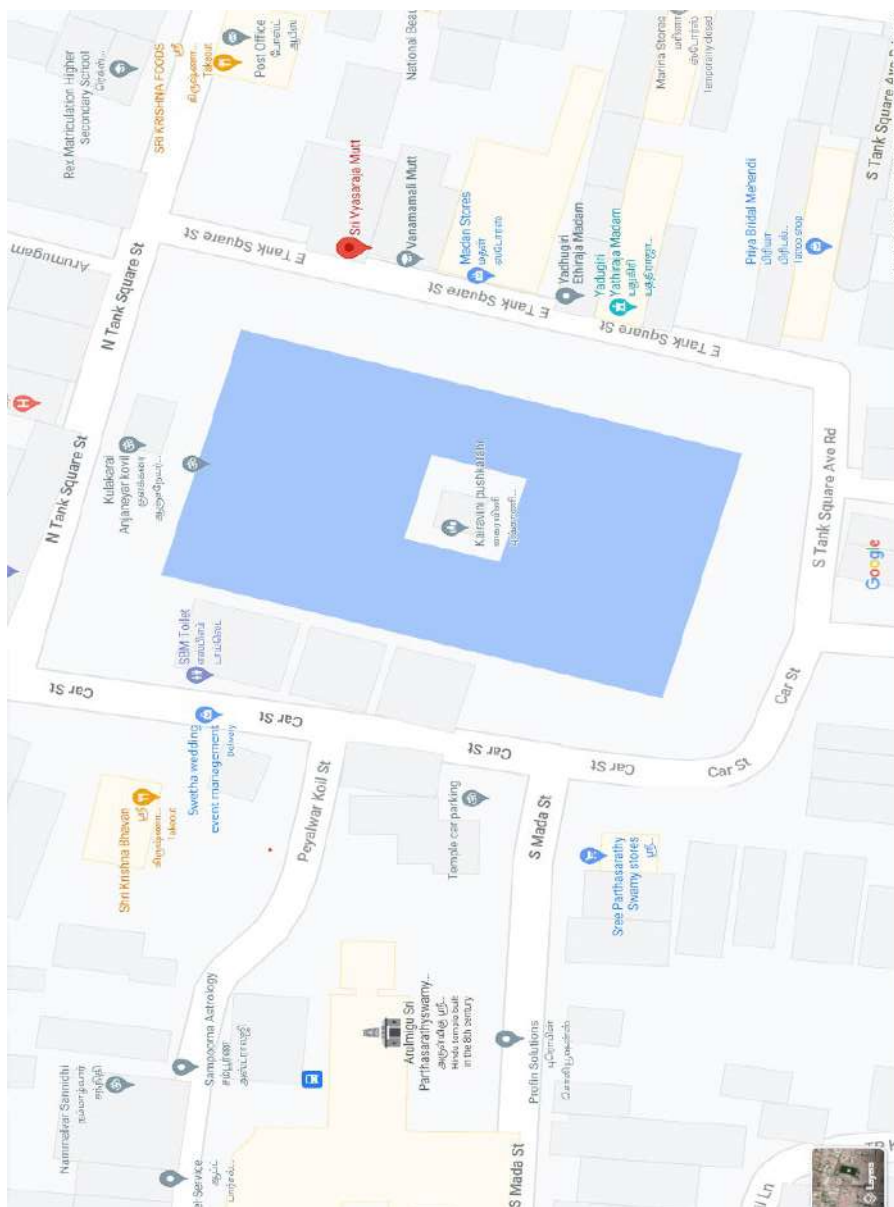
Signed this ..... day of ..... 2021

Signature of Shareholder

Signature of Proxy holder(s)

**Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, before the commencement of the Meeting.**

## MEETING VENUE - MAP



**SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD****CHENNAI BRANCHES AND TELEPHONE NOS.**

Ambattur	Plot No.105, 1st Main Road, Banu Nagar, Pudur, Ambattur, Chennai 600 053	48564833 26862672
Anna Nagar	No.51/52 Soundarya Colony, Anna Nagar West, Chennai 600 101	26153339
Ashok Nagar	Plot No.A1, Senthil Towers, 1st Avenue, 1st Floor, Ashok Nagar, Chennai 600 083	48595772 24894020
Chromepet	Flat No.14 D.No.32 Thiruporur Road, Hasthinapuram, Chromepet, Chennai 600 064	48561661 22230918
Guduvanchery	New No.171 Old No.193 GST Road, Guduvanchery - 603 202	27462192 47454192
Kolathur	No.4/41 Haridoss Street, Kolathur, Chennai 600099	25500406
Medavakkam	No.4/329,Perumbakkam Main Road, Medavakkam, Chennai-600100	22770411
Nanganallur	“Kamadenu “ No.1, 23rd Street, Pazhavanthangal, Nanganallur, Chennai 600 114	22248462 48638037
Porur	Flat No.B Empire State, No.3/412 Mugalivakkam Main Road, Madhanandhapuram, Porur, Chennai- 600 116	42856917
Saidapet	No.2/42 G – 1 West Road, West CIT Nagar, Chennai - 600035	24343860 48589988
Shenoy Nagar	No.20/1B, East Club Road, Entrance from 1st Main Road, Shenoy Nagar, Chennai-600030	45130427
Tambaram	No.19 A, I O B Colony, 4th Main Road, Opp- Bethesda Hospital Selaiyur, Chennai -600073	48592525 22290126
Thiruninravur	Plot No.2,Ground floor, MTH Road, E B Colony, Thiruninravur 602 024	24454359 26345673
Thiruvannmiyur	No.36/112 Valmiki Street, Thiruvannmiyur, Chennai -600 041	48566755
Thiruvottiyur	No.392, T H Road, Thiruvottiyur, Chennai- 600 019	25731365
Triplicane (Corporate Off.)	No.37, Car Street, Triplicane, Chennai -600 005	28445422 28445084
Urapakkam	No.8, Railway Station Road, Swamy Nagar, Urapakkam-603211	27467577
Velachery	Plot No.28, D.No. 3/9, F-3, 1st floor, Vasantham flats, Vijaya Nagar 5th Main Raod, Velachery, Chennai-600042	22592102
Villivakkam	No.4 Balamman Koil Street, Villivakkam, Chennai 600 049	48528351 26172914
Virugambakkam	No.142/36 Kaliamman Koil Street, Virugambakkam, Chennai- 600 092	23776441



## SRIMAN MADHWA SIDHANTAONNAHINI PERMANENT NIDHI LTD

### OUTSTATION BRANCHES AND TELEPHONE NOS.

<b>COIMBATORE</b>		
Edayarpalayam	No.13/187, Shivaji Colony, Near Canara Bank Edayarpalayam, Coimbatore 641025	0422-4512139
Gandhipuram	No.417 – A, 6th Street Extn,100 Feet Road, Gandhipuram, Coimbatore 641 012	0422-2528833
Singanallur	No.473 Kamarajar Road, Uppilipalayam post, Singanallur Coimbatore- 641015	0422-2573029
Thudiyalur	Sri Lakshmi Narasimhar Complex, Nalvar Nagar, Mettupalayam Main Road, K.Vadamadurai, Coimbatore- 641017	0422-2646479
<b>DHARMAPURI</b>	No 6A,Ground Floor, Kandasamy Vathiyar Street, Dharmapuri- 636701	04342-296139
<b>ERODE</b>	No.183, Cauvery Road, Karungalpalayam, Erode-638003	0424-2225084
<b>HOSUR</b>	No.7 Muthulakshmi Street, Near Meera nursing home Off M.G.Road, Hosur -635109	04344-246666
<b>KARUR</b>	New No.405 Old No.251 Jawahar Bazaar, Karur 639 001	04324-264622
<b>KRISHNAGIRI</b>	Chelva Towers, No.189,PTV Colony, Krishnagiri-635001	04343-234114
<b>KUMBAKONAM</b>	New No.83 Old No.52 & 53 TSR Big Street, Kumbakonam, Tanjavur District 612 001	0435-2400624
<b>MADURAI</b>		
Chokkikulam	No.17 A Sarojini Street, Chokkikulam, Madurai 625 002	0452-2522439
Madurai (Main)	No.33/22,AA Road, Rathinapuram, (Near Padmalaya Hospital) Madurai-625011	0452-2385422
<b>SALEM</b>		
Salem	New No.380 Old No.392 Thiru – Vi – Ka Road, Ammamet, Salem 636 003	0427-2242139
Salem-Gugai	Old no.245, New no.714/365, Trichy Main Road, Gugai, Salem-636006	0427-2466139
<b>TIRUPPUR</b>	New 7 Old No.5 Tashil Srinivasapuram, Valipalayam Main Road, Tirupur- 641 601.	0421-2205084
<b>TRICHY</b>		
Srirangam	F 2 Iswarya Lakshmi Apartments, 17 E/11 Raghavendrapuram, Srirangam, Trichy 620 006	0431-2962744 0431-2434744
Woraiyur	No.11/27 Panchavarna Swamy Koil Street, Woraiyur, Tiruchirappalli-620003	0431-4973573 0431-2764744





Book Post



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**SMSO PERMANENT NIDHI LTD.,**

Corporate Off : 37 Car Street, Triplicane, Chennai - 600 005