

# **Registered Office**

"Kandan Bhavan", No.7, Menod Street, Purasawalkam, Chennai - 600 007.



President : Shri.**G.Ashokapathy** (DIN No: 02620569) From 09<sup>th</sup> Nov 24

Chief Executive : Shri. **D.L. Thulasi Ram** (DIN No.01009521)

Directors : Shri.**V.Loganathan** (DIN No.09747936)

Shri. G. Sankaran (DIN No.06400134) upto 09<sup>th</sup> Nov 24

: Miss. **A.Rithikha** (DIN No.09826162) upto 09<sup>th</sup> Nov 24

: Shri. N.Chakravarthy (DIN No.01259596)

: Shri. **V. Sathishkumar** (DIN No.10197277)

Bankers : Karur Vysya Bank,

Purasawalkam & Periyar Nagar Branch

YES Bank, Triplicane Branch

Auditor : A.G.Muthu Kumaran Chartered Accountant

CIN : U65992TN1979PLC007717

Registered Office : "Kandan Bhavan", No.7, Menod Street,

Purasawalkam, Chennai -600 007.

Mob: 72004 67990

Branch Office : "Kandan Bhavan", No.25, Lakshmanan Nagar,

Paper Mills Road, Chennai- 600 082.

Mob: 79041 54320

Website : https://www.kandanfund.com

E-mail : info@kandanfund.com



#### Notice to the Shareholders:

Notice is hereby given that the Forty-Sixth Annual General Meeting of the Shareholders of the "Kandan Mutual Benefit Saswatha Nidhi Limited" will be held on Thursday the 18<sup>™</sup> September 2025 at 9.00 a.m. at Welcome Hotel, New No.112, Purasawalkam High Road, Chennai - 600 007, to transact the following business:

# All Share Holders are requested to attend.

# Agenda - Ordinary Business

# Item No. 1:

Resolution For Adoption and Approval of Financial statements and the Report of Board of Directors and Auditors for the Financial Year ended March 31, 2025:

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 on March 31, 2025 and the Statement of Profit and Loss account and the Cash Flow Statement for the year ended on that date together with the Report of Directors and of the Auditors thereon as presented to this Annual General Meeting, be and are hereby approved and adopted."

# Item No. 2:

Resolution to appoint a Director in the place of Shri. N.Chakravarthy (DIN No.: 01259596), Director of the Company who is retiring by rotation and being eligible, offers himself for re-appointment:

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

"RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Shri. N.Chakravarthy bearing DIN No.: 01259596 who is retiring by rotation in this meeting be and is hereby re-appointed as Director of the Company."

# Item No. 3:

Resolution to Appoint a Director in the place of Shri. V.Sathish Kumar (DIN No.:10197277), Director of the Company who is retiring by rotation and being eligible, offers himself for re-appointment:

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



"RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Shri. V.Sathish Kumar bearing DIN No.:10197277 who is retiring by rotation in this meeting be and is hereby re-appointed as Director of the Company."

# Item No. 4:

Resolution for Appointment of Statutory Auditor under Companies Act 2013

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

"RESOLVED THAT pursuant to provisions of Section 139, 142 and other applicable provisions of the Companies Act, 2013, if any, read with the Companies (Audit & Auditors) Rules, 2014, including any statutory enactment or modification thereof, M/s.Santhosh Jayamanoj & Associates Chartered Accountants, Firm Registration No. 013773S be is hereby appointed as the Statutory Auditors of the Company and to hold the office from the conclusion of this 46th Annual General Meeting till the conclusion of 51st Annual General Meeting of the Company to be held for the financial year 2029-2030, at a remuneration to be decided by the Board of Directors in consultation with the Auditors plus applicable service tax and reimbursement of travelling and out of pocket expenses incurred by them for the purpose of audit"

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized for and on behalf of the Company to take all necessary steps and to do all such acts, deeds, matters and things which may deem necessary in this behalf."

# **Special Business**

#### Item No. 5:

Regularisation of Shri. G.Ashokapathy (DIN No.:02620569) as Director of the Company:

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

"RESOLVED THAT pursuant to the provisions of Section 161(1) of the Companies Act, 2013 and Articles of Association of the company, Shri. G.Ashokapathy holding DIN No.:02620569 who was appointed as an Additional Director at the meeting of the Board of Directors of the Company held on 9<sup>th</sup> Nov 2024 and who holds office up to the date of ensuing Annual General Meeting of the Company and in respect of whom a notice has been received from the member in writing, under section 160 of the Companies Act, 2013



along with requisite deposit proposing his candidature for the office of Director be and is hereby appointed as Director of the Company liable to retire by rotation."

"RESOLVED FURTHER THAT any one of the Directors of the Company, be and is hereby severally authorized to sign and file such forms or documents as may be required with the Registrar of Companies, Chennai or such other authority as may be required and to do all such acts, deeds, matters and things as may be necessary to give effect to this resolution."

Place: Chennai - 600 007. (By order of the Board)

Date: 17<sup>th</sup> July 2025 (sd) D.L. Thulasi Ram, BA.,D.P.M.

Director - Chief Executive

# Note:

- The Share Transfer Register will remain closed from 11<sup>th</sup> September 2025 to 18<sup>th</sup> September 2025 both days inclusive.
- Shareholders intending to ask for information at the Annual General Meeting regarding Balance Sheet or Profit and Loss Account or Director's Report are requested to give notice of the particulars of information required to the Chief Executive at least SEVEN DAYS before the date of the General Meeting.

(By email:info@kandanfund.com)

- Shareholders are requested to intimate Fund's office any change in their address along with ID Proof and Address Proof.
- Members/Depositors who have not claimed any amount due to them if any, on the due dates are requested to claim the amount as otherwise the unclaimed amounts must be remitted to the Investor Education and Protection Fund of the Government of India after seven years from the date of maturity of the said Deposits or dividend as required by the provisions of the Companies Act, 2013.
- Members are requested to register their e-mail address and Mobile Number with the company to contribute towards Greener Environment.

The Notice and Annual Report will also be uploaded on the Nidhi's website:

# https://kandanfund.com

Our Email id will be info@kandanfund.com

#### **DIRECTORS REPORT**

To the Members of Kandan Mutual Benefit Saswatha Nidhi Limited.

Your Directors have pleasure in presenting the 46<sup>th</sup> Directors Report on the business and operations of your company together with the Audited Financial Statement of Accounts and the Auditor's Report for the financial year ended 31<sup>st</sup> March, 2025.

#### 1. FINANCIAL RESULTS

The highlights of financial results for the year ended 31.03.2025 along with the previous year are given under:

Particulars	2024-2025 Rs in Thousands	2023-2024 Rs in Thousands
Revenue from Operations	22,436.52	20,386.56
Other Income	3,086.96	4,066.91
Profit before Depreciation, Finance Cost and Tax Expenses	18,453.68	17,596.24
Less: Depreciation	1,107.75	521.31
Profit before Finance Cost,and Tax Expenses	17,345.93	17,074.93
Less: Finance Cost	15,234.07	15,697.08
Profit before Tax Expenses	2,111.86	1,377.85
Less: Tax Expenses	682.26	274.90
Profit for the Year	1,429.60	1,102.95

### 2. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

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

The Company continued its strong performance into financial year 2024-25 as well.

The Company recorded a revenue of Rs.2.55 crores against Rs.2.44 crores.



There was no delay in payment of interest or repayment of deposits during the year.

The Profit Before Tax for the year is very strong at Rs.21.11 lakhs, and the profit after tax is at Rs.14.29 lakhs as against the profit before tax of Rs.13.77 lakhs and the profit after tax of Rs.11.03 lakhs for the previous year.

The operations of the Company grew from strength to strength even though your Company faced fierce competition from NBFC Companies and Banks in the form of aggressive lending rates per gram and competitive interest rates and the team of committed employees at your Company rose to the occasion to face the competition and delivered yet another strong performance.

# 3. CHANGE IN NATURE OF BUSINESS, IF ANY

There is no change in the business of the Company during the year under review.

# 4. DIVIDEND

In view of the sustained working results during the year under review, the Board of Directors have decided not to recommend a dividend with a view to increase the Net Owned Funds of the Company.

# Transfer of Unclaimed Dividend to Investor Education and Protection Fund

The company has transferred unclaimed Dividend/Deposits amounting to Rs.15,008/- to the investor Education and Protection Fund as per the provisions of the Act. This pertains to unclaimed Dividend/Deposits for the financial year 2015-16.

# 5. AMOUNTS TRANSFERRED TO RESERVES

The Directors have proposed to transfer a sum of Rs.12.00 lakhs to General Reserve for the year as against Rs.5.00 lakhs transferred during the previous year and the net owned Funds of the Company as on 31.03.2025 after the proposed transfer is Rs.133.60 lakhs as against Rs.121.51 lakhs in the previous year.



#### 6. CHANGES IN SHARE CAPITAL

During the financial year 2024-25 the share capital of the Company has been increased from Rs.12,46,550/- to Rs.12,48,350/- pursuant to allotment of 180 Equity Shares of Rs.10 each.

The Company has not allotted any shares to the New Member from October 2024.

# Disclosure relating to equity shares rights

The Company has issued only one class of Equity Shares having a face value of Rs.10/-per share. Each holder of Equity share is entitled to one vote per share, subject to the limit that no member shall exercise voting rights in excess of 5% of the total voting rights of equity shareholders vide notification No.G.S.R.465E dated 05<sup>th</sup> June 2015 of the Ministry of Corporate Affairs. The Payment of Dividend is also restricted to 25 % of maximum, if declared.

# Disclosure relating to Sweat Equity Shares

The Company has not issued any sweat equity shares during the year under review and hence no information as per provisions of Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

# a. **BUYBACK SECURITIES**

The Company has not bought back any of its securities during the year under review.

#### b. **BONUS SHARES**

No Bonus Shares were issued during the year under review.

#### 7. DEPOSITS

Your Company is a Nidhi Company notified under section 620 A of the Companies Act, 1956. As Nidhi Company Deposits are not covered by the definition of Deposits, as per Rule 2(1) (c) (xiv) of the Companies (Deposits) Rules, 2014, the provisions of Deposits under Chapter V of the Companies Act, 2013 are not applicable to your Nidhi. However, your Company has duly complied with the Nidhi Rules, 2014, as amended from time to time.



The total sum of the Deposits accepted from Members under various schemes as on 31st March 2025 amounted to Rs. 1,821.96 lakhs as against Rs.1929.82 lakhs in the previous year.

The Company has Deposits liabilities (unsecured) of Rs.119.76/- lakhs (previous year Rs.143.43/- lakhs) accepted from Directors of the Company. These Deposits are accepted in their capacity as Members.

# 8. DETAILS OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Company is presently managed by the following Directors:

- 1. Shri. Daggolu Loganathan Thulasiram Chief Executive
- 2. Shri. Vinayagam Sathishkumar Whole-Time Director
- 3. Shri. Nambakkam Chakravarthy Director
- 4. Shri. Votra Loganathan Director
- 5. Shri. Gajapathy Ashokapathy Director

Shri. Gajapathy Ashokapathy was appointed as an Additional director of the Company by the Board of Directors w.e.f. 09.11.2024. Pursuant to Section 161 of the Companies Act, 2013, he holds office till the ensuing Annual General Meeting. Your Board recommends his continuation as Director of the Company.

Shri. Ganesaiyer Sankaran and Mrs. Ashokapathy Rithikha, Directors resigned from the Board w.e.f. 09.11.2024. The Board expresses its sincere appreciation for the contribution made by them during their tenure as Directors of the Company.

#### **Election of Directors**

Shri. N.Chakravarthy (DIN No.: 01259596) and Shri. V.Sathish Kumar (DIN No.:10197277) are the directors of the company who retire at this Annual General Meeting and who are being eligible offer themselves for Re-election.

#### 9. DIRECTORS RESPONSIBILITY STATEMENTS

In accordance with the provision of section 134(5) of the companies Act, 2013, the Board hereby submit its responsibility statements.



- (a) In the preparation of the annual financial statements for the year ended 31<sup>st</sup> March 2025, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- (b) The Directors have selected appropriate accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as on 31st March 2025 and of the profit and loss of the company for the year ended on that date;
- (c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) The Directors have prepared the annual accounts on a going concern basis;
- (e) There is no report required on the adequacy of internal financial controls as your company is not a listed Company;
- (f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### 10. COMPLIANCE WITH SECRETARIAL STANDARDS

Your Company has complied with the applicable Secretarial Standards issued by the Institute of Companies Secretaries of India (SS-1, SS-2 and SS-4) respectively relating to meetings of the board of directors, general meeting and directors report.

# **Number of Board Meetings**

The Board meets regularly at monthly intervals to discuss and decide on Company/business policy and strategy apart from other Board business.

The Board met 12 times during the year on the following dates:

27-APR-2024	14-MAY-2024	25-JUN-2024	29-JUL-2024
27-AUG-2024	25-SEP-2024	05-OCT-2024	09-NOV-2024
21-DEC-2024	29-JAN-2025	20-FEB-2025	25-MAR-2025



S.No	Name Of Director	Din No	No. Of Meetings Held	No. Of Meetings Attended
1	Mr. D.L.Thulasi Ram	01009521	12	9
2	Mr. G.Sankaran	06400134	8	8
3	Mr. V.Loganathan	09747936	12	11
4	Mr. N.Chakravarthy	01259596	12	12
5	Mrs. A.Rithikha	09826162	7	7
6	Mr. V.Sathish Kumar	10197277	12	12
7	Mr. G.Ashokapathy	02620569	4	4

# **Declaration by the Company**

None of the Directors of the Company are disqualified from being appointed as Directors as specified in Section 164(2) of the Act read with Rule 14 of Companies (Appointment and Qualifications of Directors) Rules, 2014.

# 11. CORPORATE GOVERNANCE

The company continues to uphold the highest standards of corporate governance and has complied with all applicable regulations.

# 12. AUDITORS AND AUDITORS' REPORT. STATUTORY AUDITORS

The Present Statutory Auditor AGMK & Associates Prop.A.G.MuthuKumaran B.Com, F.C.A., Charted Accountants, were appointed as Statutory Auditors for a period of 5 years at the Forty-First Annual General Meeting (Subsequently ratified in the Extra Ordinary General Body meeting held on 27.07.2021) till the conclusion of the 46<sup>th</sup> Annual General Meeting (upto 2025-2026).

The Board of Directors recommends the appointment of M/s.Santhosh Jayamanoj & Associates Chartered Accountants, Firm Registration No. 013773S Auditor of the Company for a further term of five years, from the conclusion of the 46<sup>th</sup> Annual General Meeting of the Company till the conclusion of 51st Annual General Meeting of the Company to be held for the financial year 2029-2030, subject to the approval of the shareholders at the forthcoming Annual General Meeting.



The Auditor has provided a certificate confirming their eligibility for the appointment as per the provisions of the Companies Act, 2013, and has been performing their duties with diligence and professionalism. The Board believes that the appointment of M/s.Santhosh Jayamanoj & Associates Chartered Accountants, Firm Registration No. 013773S, will ensure the maintenance of high standards of financial reporting and compliance.

Your Directors extend their heartfelt thanks to the outgoing Auditors Messrs. AGMK & Associates., Chartered Accountant, for their valuable professional services and advice rendered to our Nidhi during their tenure.

There are no qualifications or adverse remarks in the Auditors' Report which require any clarification/ explanation made by the Statutory Auditors.

The Notes on financial statements are self-explanatory, and needs no further explanation.

The Statutory Auditor of the Company has not reported any Fraud under section 143 of the Act.

Further the Auditors' Report for the financial year ended, 31st March, 2025 is annexed herewith for your kind perusal and information.

# **Compliance Certificate**

- (a) Your Company is exempted under the New Companies Act, 2013 from the requirement of seeking a Secretarial Compliance Certificate from a Company Secretary in practice from the financial year 2014-2015.
- (b) Compliance certificate dated 17th July 2025 for the Financial Year 2024-2025 received from Statutory Auditor with regard to Compliance by the Company to the provisions of Nidhi Rules and Notification(s) issued by Ministry of Corporate Affairs from time to time is attached herewith and forms part of this Report.

# 13. PARTICULARS OF LOANS AND INVESTMENTS

The total loans on Deposits, Jewels, Immovable Properties and advances as on 31.03.2025 amounted to Rs.1,677.52 lakhs as against Rs.1,641.57 lakhs in the previous year.



The total number of Registered Mortgage Loans as on 31st March 2025 is 16 with an Outstanding balance amount of Rs.57.70 lakhs and the total outstanding balance of Jewel Loans as on 31st March 2025 is Rs.1,544.44 lakhs.

There are 5 NPA accounts with a total outstanding amount of Rs.13.68 Lakhs 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 NPAs

#### **Bank Investments**

Every Nidhi is required to hold 10% of the total Deposits amount with a Scheduled commercial Bank as an unencumbered Deposit as per Nidhi Rules 2014.

Our Nidhi has a total unencumbered Deposit amounting to Rs.2,30,11,729/- with KVB Purasawalkam & Periyar Nagar Branches and YesBank Triplicane Branch as on 31<sup>st</sup> March 2025 which is in excess of 10 % of the total Deposits as against Rs.3,52,61,016/- as on 31.03.2024.

#### 14. INSPECTION AND REPORTS

The Commissioners appointed for the inspection of jewels, documents and other securities duly carried out their work and their reports express satisfaction.

#### 15. WEB LINK OF ANNUAL RETURNS

Pursuant to the amendments to Section 134(3)(a) and Section 92(3) of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return (Form MGT-7) for the financial year ended March 31, 2025, is available on the Company's website and can be accessed at www.kandanfund.com

#### 16. RELATED PARTY DISCLOSURES

A sum of Rs.25,000/-(previous year Nil) being the Deposit Loan is outstanding in respect of Director during the year and a sum of Rs.67,92,000/- (Previous year Rs.50,000/-) being the Deposit Loan is outstanding in respect of Related Parties. No concession of any kind is provided. These Loans are granted in their capacity as Members.

The same has been provided in Note 20, Item No.2-13 AS-18.

# 17. 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.

# 18. PARTICULARS OF CONTRACT WITH ARRANGEMENT MADE WITH RELATED PARTIES

During the financial year 2024-2025, there are no Contracts/Arrangements/ Transaction entered by the Company with related parties under section 188(1) of the Companies Act 2013. Hence there are no transactions required to be reported in FORM AOC -2.

# 19. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNAL

There are no significant and material orders passed by the regulators or courts or tribunal which impact the going concern status and company's operations in future.

# 20. MATERIAL CHANGES AND COMMITMENT BETWEEN THE DATE OF THE DIRECTORS' REPORT AND END OF THE FINANCIAL YEAR

After the close of the Financial Year 2024 – 2025, the Non Performing Assets on Jewel Loans amounting to Rs.1,00,070/- and Non-Performing Assets on House Loan amounting to Rs.1,20,891/- have been fully recovered.

# 21. DETAILS OF SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any subsidiary, joint venture and associate Companies.

#### 22. CONSOLIDATED FINANCIAL STATEMENTS

The Company does not have any Subsidiaries. So there is no need to prepare consolidated financial statement for the financial year 2024-2025.

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

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



# 24. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY (CSR) INITIATIVES

During the year under review, the provisions of Section 135 of the Companies Act, 2013, and the rules made thereunder concerning Corporate Social Responsibility (CSR) are not applicable to the Company. The Company does not meet the criteria laid out in the said section, i.e., net worth, turnover, or net profit thresholds specified under Section 135(1) of the Companies Act, 2013. Hence, the Company is not required to constitute a CSR Committee or undertake any CSR activities as per the said provisions.

# 25. RISK MANAGEMENT POLICY

The Nidhi is dealing in financial products by accepting Deposits from members and lending on security-based assets - on Gold, Jewelry and Mortgage of Properties. The risks associated in our business operations include credit risk, liquidity risk, interest rate risk and operational 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 Company is also following all the guidelines of MCA as applicable to Nidhi Companies and entire lending are secured by either immovable properties or jewels or own deposits.

The Board of Directors taken care to safeguard the company's assets, stakeholders and long-term interests.

# 26. DISCLOSURES UNDER SEXUAL HARRASMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION, AND REDRESSAL), ACT 2013.

The Company is committed to provide a safe and conducive work environment to its employees. Your Directors further state during the year under review there were no cases filed pursuant to the sexual harassment of women at work place (Prevention, Prohibition, Redressal Act 2013). The details of the same are furnished below:

- (a) number of complaints of sexual harassment received in the year NIL
- (b) number of complaints disposed off during the year NIL
- (c) number of cases pending for more than ninety days NIL

# 27. DISCLOSURES UNDER MATERNITY BENEFIT ACT, 1961

The provisions relating to Maternity Benefit Act, 1961 are not applicable on the company.

# 28. DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS

The Board of Directors has laid down adequate internal financial controls, which are being followed by the Company. These controls are designed to ensure the orderly and efficient conduct of the business, including adherence to the Company's policies, safeguarding of assets, prevention and detection of frauds and errors, accuracy and completeness of accounting records, and timely preparation of reliable financial information. The internal financial controls with reference to the financial statements are adequate and were operating effectively throughout the financial year under review. The Company regularly reviews the effectiveness of these controls to ensure they are robust and responsive to the Company's needs.

# 29. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING 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.

#### 30. DECLARATION OF INDEPENDENT DIRECTORS

The provisions of Section 149 of the Companies Act, 2013 with respect to appointment of Independent Directors are not applicable to your Company. Therefore, the requirement of obtaining the declaration confirmation from the Independent Director, is not applicable to the Company.

# 31. PARTICULARS OF EMPLOYEES

Particulars are required to be given under the provisions of Section 197(12) of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment & Remuneration of Key Managerial Personnel) Rules, 2014 are not applicable.

# 32. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The provisions relating to Energy Conservation, Technology Absorption, and Foreign Exchange Earnings and Outgo, as specified under Section 134(3)(m) of



the Companies Act, 2013, are not applicable to the Company. As a private company, we do not have any significant transactions or operations that would necessitate these disclosures. However, the Company remains committed to sustainable practices and efficient resource management.

# 33. THE DETAILS OF THE APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONG WITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR:

During the Financial Year 2024 – 2025, there was no application made and proceeding initiated /pending under the Insolvency and Bankruptcy Code, 2016, by any Financial and/or Operational Creditors against your Company. As on the date of this report, there is no application or proceeding pending against your company under the Insolvency and Bankruptcy Code, 2016.

# 34. THE DETAILS OF DIFFERENCE BETWEEN THE AMOUNT OF VALUATION AT THE TIME OF ONE-TIME SETTLEMENT AND THE VALUATION DONE AT THE TIME OF TAKING A LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:

During the Financial Year 2024– 2025, the Company has not made any settlement with its Bankers from which it has accepted any term loan.

#### 35. ACKNOWLEDGEMENTS

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

# FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Date: 17<sup>th</sup> July 2025 **Mr. G.Ashokapathy** (DIN No: 02620569)

Place: Chennai – 600007. Chairman



# AGMK & Associates Chartered Accountants

# A.G.Muthu Kumaran P roprietor

New No 4(22), Second Floor, V.P.Colony, 3rd Cross Street, Ayanavaram, Chennai - 600 023

KANDAN MUTUAL BENEFIT SASWATHA NIDHI LTD

Ph No :- 99522 88885 Email:- agmkca@gmail.com

# Independent Auditor's Report To the Members of Kandan Mutual Benefit Saswatha Nidhi Ltd., Report on the Audit of the Standalone Financial Statements.

# **Opinion**

We have audited the standalone financial statements of Kandan Mutual Benefit Saswatha Nidhi Ltd., (CIN: U65992TN1979PLC007717) which comprise the balance sheet as at 31st March 2025, and the statement of Profit and Loss, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and Profit and change in Equity and its cash flows for the year ended on that date.

# **Basis for Opinion**

We conducted our audit in accordance with the Standard on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibility under those Standard are further described in the Auditor's Responsibilities for the Audit of the Financial Statements of our report.

We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, 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.

# Responsibilities of Management and Those charged with Governance for the Standalone Financial Statements.

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 with respect to the preparation of these standalone financial statements that give a true and fair view of the financial positions, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Companies (Accounts) Rules, 2014. This responsibility also included 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 judgements 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 misstatements, whether due to fraud or error.

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

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

# Auditor's Responsibilities for the Audit of the Financial Statements.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, 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 judgement and maintain professional skepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013 we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and 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 managements use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists relating to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



Materiality is the magnitude of misstatements in standalone financial statements that, individually or aggregate, make it probable that economic decisions of a reasonably knowledgeable user of the financial statement 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 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.

# Report on Other Legal And Regulatory Requirements.

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "A" a statement on the matters specified in paragraph 3 and 4 of the order, to the extent applicable.

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 and its branch so far as it appears from our examination of those books.
- (c) The Balance Sheet, the statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of' the Companies (Accounts) Rules, 2014.



- e) On the basis of the written representations received from the directors as on 31st March, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to adequacy of internal Financial Controls over financial reporting of the company and operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i) The Company does not have any pending litigations which would impact its financial position.
  - ii) The Company does not have any long term contracts, including derivative contracts. Accordingly, no provision for material foreseeable losses have been made: and
  - iii) a) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - iii) b) No funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee,



- iii) c) We Believe that the representation made under the clauses (iii)(a) & (iii)(b) does not contain any material misstatements.
- iv) The Company has complied the provisions of Section 123 of the Companies Act, 2013 with respect to declaration and payment of dividend.
- v) Based on our examination, which includes test checks, the company has used accounting software for maintaining its books of accounts for the financial year ended March 31st 2025, which has a feature of recording Audit Trail(Edit Log) facility and the same has been operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instances of the audit trail feature being tampered with.
- vi) As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014, is applicable from April 1st,2023, reporting under Rule 11(g) of the Companies Act (Audit and Auditors) Rules, 2014 on prevention of audit trail as per the statutory requriements for record retention is not applicable for the financial year ended March 31st ,2025.

Place: Chennai

Date: 17.07.2025

UDIN: 25211203BMIHSC9960

For **AGMK & ASSOCIATES** 

Chartered Accountants Firm Regn. No. 010938S

Mr. A.G. Muthu Kumaran

Proprietor

Membership No. 211203



# AGMK & Associates Chartered Accountants

# A.G.Muthu Kumaran P roprietor

New No 4(22), Second Floor, V.P.Colony, 3rd Cross Street, Ayanavaram, Chennai - 600 023

Ph No :- 99522 88885 Email:- agmkca@gmail.com

Annexure "A" to the Independent Auditors Report of the Kandan Mutual Benefit Saswatha Nidhi Limited (CIN: U65992TN1979PLC007717) as of and for the year ended March 31, 2025 (Referred to in our report of even date)

To the Members of Kandan Mutual Benefit Saswatha Nidhi Limited COMPANY'S (AUDITOR'S REPORT) ORDER 2020 FOR THE YEAR ENDING 31.03.2025

As required by the Companies (Auditor's Report) Order, 2020, issued by the Central Government of India in terms of subsection (11) of section 143 of the Companies Act, 2013 of India (the 'Act') and on the basis of such checks of the books and records of the Company, as we considered appropriate and on the basis of information and explanations given to us during the course of our audit, we report that in our opinion:

- i) In Respect of its Property, Plant & Equipment and Intangible Assets :
  - a) A) The company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment on the basis of available information.
  - a) B) The company does not have any Intangible assets. Hence, there is no requirement of maintaining records relating to the Intangible assets.
  - b) According to the information and explanations given to us, the property, plant and equipment have been physically verified by the management during the year in a phased periodical manner which in our opinion is reasonable, having regard to the size of the company and nature of the assets. No material discrepancies were noticed on such physical verification.



- c) The title deeds of immovable properties are held in the Name of the Company.
- d) The company has not revalued any of the Property, Plant and Equipment during the year.
- e) The company does not hold any Benami property.

# ii) In Respect of Inventory and Working Capital:-

- a) Being a Nidhi Company, the question of inventory does not arise.
- b) The company has not obtained any working capital loans during the year.
- iii) The company is a Nidhi company whose principal business is accepting deposits & granting loans on jewels, properties and its deposits. It transacts only with its shareholders. The company does not provided any guarantee or security to companies, firms, limited liability partnerships nor has it made investments in companies, firms, limited liability partnerships.
  - a) A) Since the company's principal business is to grant loans or advances in the nature of loans, the question of indicating aggregate amount during the year, balance outstanding at the balance sheet date to such loans or advances & guarantees or security to subsidiaries, joint ventures & associates does not arise.
  - a) A) Since the company's principal business is to grant loans or advances in the nature of loans, the question of indicating aggregate amount during the year, balance outstanding at the balance sheet date to such loans or advances & guarantees or security to subsidiaries, joint ventures & associates does not arise.
  - a) B) Since the company's principal business is to grant loans or advances in the nature of loans, the question of indicating aggregate amount during the year, balance outstanding at the balance sheet date to such loans or advances & guarantees or security to parties other than subsidiaries, joint ventures & associates does not arise.
  - b) The loans & advances in the nature of loans granted to the members is not prejudicial to the interest of the company. The company has not provided any guarantees.



- c) The schedule of repayment of principal for loans granted have been stipulated. The repayment of principal and interest are regular.
- d) A sum of Rs. 26,82,780/- has been overdue beyond 90 days. The company is taking steps to recover the same.
- e) Since the company's principal business is to grant loans & advances in the nature of loans, the question of any loans or advance in the nature of loan granted which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties does not arise.
- f) The company has not granted any loans or advances in the nature of loans, repayable on demand or without specifying any terms or period of repayment.
- iv) In our opinion and according to the information and explanation given to us, the company has complied to the provisions of Section 185 and 186 of the Companies Act, 2013.
- v) In our opinion and according to the information and explanation given to us, the company has accepted deposits from its shareholders only and has complied with the directives issued by the Reserve Bank of India and Ministry of Corparate Affairs. Since, the company is a Nidhi Company, Section 73 of Companies Act, 2013 are not applicable.
- vi) We have been informed by the management that Central Government of India has not prescribed the maintenance of Cost Record under sub-section (1) of Section 148 of the Act, for any of the activities of the Company.
- vii) a) According to the information and explanation given to us, the company is in regular in depositing undisputed statutory dues including provident fund, employee's state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities. There is no outstanding as on 31st March, 2025 for the above amounts due for a period of more than six months from the date of becoming payable.



- b) There are no dues on account of any dispute in cases due of income-tax or sales-tax or service tax or duty of customs or duty of excise or value added tax as on 31.03.2025. Hence reporting on the same does not arise.
- viii) All the transaction done by the company has been properly recorded in the books of account. Hence, there is no question of reporting any unrecorded income.
- ix) a) The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
  - b) The company is not declared as a willful defaulter by any bank or financial institution or other lender.
  - c) The company has not raised any term loans during the year. Hence, the question of whether term loans were applied for the purpose of which the loans were obtained does not arise.
  - d) The company has not utilised funds raised on short term basis for any long term purposes.
  - e) The company does not have any subsidiaries, associates or joint ventures. Hence, the need of taking any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures does not arise.
  - f) The company does not have any subsidiaries, associates or joint ventures. Hence, the need of raising loans during the year on the pledge of securities held in its subsidiaries, associates or joint ventures does not arise.
- x) a) The company has not raised any money's by way of initial public offer or further public offer including debt instruments and term loans. Hence the question of whether they were applied for the purposes for which those are raised does not arise.
  - b) The company has not made any preferential allotment or private placement of shares of fully or partly convertible debentures during the year under review. Hence as to whether the requirement of section 42 of the Companies Act, 2013 have been complied with and the amount raised have been used for the purposes for which the funds were raised, does not arise.



- xi) a) No fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the year. Hence reporting on the same does not arise.
  - b) Since there had been no fraud, the requirement of reporting U/s 143(12) of the Companies Act, 2013 along with the applicable rule is not applicable.
  - c) As explained to us, the company has not received any whistle blower complaints during the year.
- xii) a) The company is a Nidhi company. The Net Owned Funds to the Deposits Ratio as on 31st March 2025, is worked out to 1:15 which is within the prescribed ratio of 1:20.
  - b) The Nidhi has accepted deposits to the tune of Rs. 18,21,96,212 /- . The Nidhi has sum of Rs 2,30,11,729/- , (i.e., 12.63 %), as unencumbered fixed deposits in scheduled commercial banks. Thus, adhering to maintenance of 10% of unencumbered term deposit as specified in the Nidhi Rules, 2014.
  - c) The Nidhi has not defaulted in payment of interest on deposits or repayment.
- xiii) All transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- xiv) a) The provisions of Internal Audit U/s 138 of Companies Act, 2013 does not apply to the company.
  - b) Since the provisions of Internal Audit does not apply, there is no consideration of Internal Auditor's Report.
- xv) The company has not entered into any non-cash transactions with directors or persons connected with him. Hence the question of provisions of section 192 of Companies Act, 2013 complied or not, does not arise.
- xvi) a) The company is not required to be registered u/s.45-IA of the Reserve Bank of India Act, 1934. Hence the question of registration has been obtained, does not arise.



- b) The company has not rendered any services relating to Non Banking Financial or Housing Finance activities. Hence, there is no requirement of obtaining any certificate from RBI.
- c) The company is not a Core Investment Company. Hence, the provisions relating to Core Investment Company does not arise.
- d) Since the company is not a Core Investment Company, the reporting of parts of Group does not arise.
- xvii) The company has not incurred any cash losses in the financial year & in the immediately preceding financial year.
- xviii) There was no resignation of the statutory auditors during the year.
- xix) According to our knowledge and on the basis of financial ratios, ageing & expected dates of realisation of financial assets & payment of financial liabilities, other information accompanying the financial statements, we are of the opinion that there is no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as & when they fall due within a period of one year from the balance sheet date.
- xx) The provisions of Section 135 of Companies Act, 2013 does not apply as the company does not satisfy any of the conditions provided therein.
- xxi) The reporting on Consolidated Financial Statement of the company is not applicable as the company does not have any holding, subsidiary, associate or joint venture.

Place: Chennai For **AGMK & ASSOCIATES** 

Date: 17.07.2025 Chartered Accountants

Firm Regn. No. 010938S UDIN: 25211203BMIHSC9960

Mr. A.G. Muthu Kumaran

Proprietor

Membership No. 211203



# **AGMK & Associates Chartered Accountants**

# A.G.Muthu Kumaran P roprietor

New No 4(22), Second Floor, V.P.Colony, 3rd Cross Street, Ayanavaram, Chennai - 600 023

> Ph No :- 99522 88885 Email:- agmkca@gmail.com

# Annexure "B" to the Independent Auditor's Report

(referred to in our report of even date)

Report on the Internal Financial Controls Under Clause (i) of Sub-section 3 of section 143 of the companies Act. 2013.

We have audited the internal financial controls over financial reporting of Kandan Benefit Saswatha Nidhi Limited, (CIN: U65992TN1979PLC007717) as of March 31, 2025 in conjunction with our audit of the financial statements of the company for the year ended on that date.

# Management's responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company Considering the essential Components of internal control stated in the guidance note on audit of internal financial controls over financial reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's Policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

# Auditor's Responsibility

Our responsibility is to express an opinion on the company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the guidance note on audit of internal financial controls over financial reporting and the standards on auditing issued by ICAI and deemed to



be prescribed under section 143 (10) of the companies Act, 2013, to the extent applicable to an audit of internal financial controls, Those Standards and the guidance Note required 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 maintain and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error.

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

# Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (i) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (ii) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (iii) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



# Inherent Limitations of Internal Financial Controls over Financial Reporting

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

# Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the guidance note on audit of internal financial controls over financial reporting issued by The Institute of Chartered Accountants of India.

Place: Chennai

Date: 17.07.2025

UDIN: 25211203BMIHSC9960

For AGMK & ASSOCIATES

Chartered Accountants

Firm Regn. No. 010938S

Mr. A.G. Muthu Kumaran

Proprietor

Membership No. 211203



# AGMK & Associates **Chartered Accountants**

# A.G.Muthu Kumaran P roprietor

New No 4(22), Second Floor, V.P.Colony, 3rd Cross Street, Ayanavaram, Chennai - 600 023

Ph No :- 99522 88885 Email:- agmkca@gmail.com

### COMPLIANCE CERTIFICATE OF STATUTORY AUDITORS

This is to certify that Kandan Mutual Benefit Saswatha Nidhi Limited has compiled with all the directions specified in the Notification GSR No. 258(E) dated 31.03.2014 as amended up to the date and Nidhi Rules, 2014, and the Company has been complying with all the required provisions of the Reserve Bank of India Act and the provisions of the Companies Act, 2013, as applicable to the Nidhi companies and the books of accounts are maintained in conformity with the accounting principles generally accepted in India.

Further, it is also certified that Kandan Mutual Benefit Saswatha Nidhi Limited has complied with the Prudential Norms as required by the Ministry of Corporate Affairs Notification G.S.R. 301(E) dated the 19th April, 2022 as amended by Notifications from time to time and Nidhi Rules 2014 and provision of Sub - standard assets has been made to the extent required and the details have been in Notes on Accounts forming part of the Audited Statements of Accounts of the Company for the vear ended 31st March 2025.

Place: Chennai

Date: 17.07.2025

UDIN: 25211203BMIHSC9960

For AGMK & ASSOCIATES

Chartered Accountants Firm Regn. No. 010938S

Mr. A.G. Muthu Kumaran

Proprietor

Membership No. 211203



# BALANCE SHEET AS AT 31st MARCH 2025

	Particulars	Note No	31.3.2025 Rs. In 000's	31.3.2024 Rs. In 000's
1	EQUITY AND LIABILITIES Shareholders Funds (a) Share Capital (b) Reserves & Surplus	1 2	1,248.35 12,156.33	1,246.55 10,913.30
2	Share Application money pending allotment		0.00	0.15
3	Non-Current Liabilities  (a) Long Term Borrowings  (b) Other Long Term Liabilities	3 4	48,414.63 992.19	11,472.05 764.62
4	Current Liabilities  (a) Short Term Borrowings  (b) Trade Payables  (c) Other Current Liabilities  (d) Short Term Provisions	5 6 7 8	1,33,781.58 6,016.09 957.01 1,360.14	1,81,509.60 8,485.57 932.89 1,067.53
	TOTAL		2,04,926.32	2,16,392.24
1 1	ASSETS Non-Current Assets (a) Property,Plant and Equipment	9 10 11	6,314.50 5,757.91 91.48	7,029.20 10,615.29 80.02
2	Current Assets  (a) Trade Receivables  (b) Cash & Cash Equivalents  (c) Short Term Loans and Advances	12 13 14	6,359.50 23,852.21 1,62,550.72	6,546.65 37,932.90 1,54,188.19
	TOTAL		2,04,926.32	2,16,392.24

Notes Forming part of the financial Statements 1 to 20

As per Our Report Attached

for AGMK & ASSOCIATES Chartered Accountants

Firm Regn. No. 010938S

Mr.A.G.Muthu Kumaran

Properitor

Membership No. 211203

Place: Chennai Shri **Mr. G. Ashokapathy** (DIN: 02620569)

Date: 17.07.2025 Shri **D.L. Thulasi Ram** (DIN: 01009521)

UDIN: 25211203BMIHSC9960

Directors



# STATEMENT OF PROFIT AND LOSS FOR THE YEAR 31st MARCH 2025

	Particulars		31.3.2025	31.3.2024
			Rs. In 000's	Rs. In 000's
ı	Revenue from Operations	15	22,436.53	20,386.56
l l				
II	Other Income	16	3,086.96	4,066.91
III	Total Income (I + II)		25,523.49	24,453.48
IV	Expenses			
	Employee Benefits Expenses	17	5,031.17	4,215.76
	Finance Costs	18	15,234.07	15,697.08
	Depreciation and Amortization expenses		1,107.75	521.31
	Other Expenses	19	2,038.63	2,641.48
	Total Expenses		23,411.63	23,075.63
V	Profit before exceptional and extraordinary items and tax (III - IV)		2,111.85	1,377.85
VI	Exceptional Items		0.00	0.00
VII	Profit before extraordinary items and tax (V - VI)		2,111.85	1,377.85
VIII	Extraordinary Items		0.00	0.00
ΙX	Profit before Tax (VII - VIII)		2,111.85	1,377.85
x	Tax Expenses			
	1 Current Tax		682.27	274.90
ΧI	Profit for the period from Continuing operations		1,429.59	1,102.95
XII	Earnings per Equity Share			
	1 Basic		11.45	8.85
	2 Diluted		11.45	-

Notes Forming part of the financial Statements 1 to 20

As per Our Report Attached

for AGMK & ASSOCIATES **Chartered Accountants** 

Mr.A.G.Muthu Kumaran

Properitor

Firm Regn. No. 010938S

Place: Chennai

Membership No. 211203

Date: 17.07.2025 UDIN: 25211203BMIHSC9960 Shri Mr. G. Ashokapathy (DIN: 02620569) Shri **D.L. Thulasi Ram** (DIN: 01009521)

**Directors** 

33



# **Cash Flow Statement 2025**

# Rs. in Thousands

Particulars	31.03.2025		31.03.2024	
A. Cash flow from operating activities				
Net profit/(loss) before extra-ordinary				
items and tax		2,111.85		1,377.85
Adjustments for:				
Depreciation and amortisation	1,107.75		521.31	
(Profit) /Loss on sale /write off of assets	0.00		208.76	
Finance Costs	15,234.07		0.00	
Rental Income from operating leases	<u>-530.34</u>		<u>-442.00</u>	
Operating profit / (loss) before				
working capital changes		15,811.49		288.07
Changes in working capital:				
Adjustment for (increase) / decrease in operating assets:				
Short term loans and advances	-8,362.53		-17,878.90	
Trade Receivables	187.14		-882.87	
Long term loans and advances	4,857.38		2,063.49	
Other Advances	-11.46		-51.64	
Bank deposits not considered as cash equivalents	-		-	
Other current assets	-		=	
Adjustment for increase / (decrease) in operating liabilities:				
Other current liabilities	24.12		-18.60	
Trade Payables	-2,469.48		347.20	
Other long term liabilities	227.57		37.78	
Short term provisions	<u>292.62</u>		<u>-2.04</u>	
Cash generated from operations		-5,254.64		-16,385.58
Net income tax (paid) / refunds		-682.27		-274.90
Net cash flow from/(used in)				
operating activities (A)		11,986.44		-14,994.56



### Rs. in Thousands

	RS. In Thousands					
Particulars	31.03	.2025	31.03.2024			
B. Cash flow from investing activities						
Capital expenditure on fixed assets	-393.06		-2,654.82			
Capital Advances	-		-			
Proceeds from sale of fixed assets	0.00		235.00			
Rental income from operating leases	<u>530.34</u>		442.00			
Net cash flow from/ (used in)						
investment activities (B)		137.29		-1,977.82		
C. Cash flow financing activities ©						
Proceeds from issue of equity shares	1.65		5.05			
Redemption of Preference Shares	0.00		0.00			
Net increase/(decrease) in long term						
borrowings	36,942.59		-65,002.15			
Net increase/(decrease) in short term						
borrowings	-47,728.01		72,937.33			
Finance Cost	-15,234.07		0.00			
Charity Paid	0.00		-8.87			
Dividend paid (including dividend tax)	<u>-186.56</u>		<u>0.00</u>			
Cash flow from extraordinary items		-		-		
Net cash flow from/(used in)						
financing activities ( C )		-26,204.41		7,931.36		
Net increase/(decrease) in cash &						
cash equivalents (A+B+C)		-14,080.69		-9,041.02		
Cash and cash equivalents at the						
beginning of the year		37,932.90		46,973.92		
Cash and cash equivalents at the						
end of the year		23,852.21		37,932.90		
(a) Cash on hand		490.61		1,023.23		
(b) Balances with banks		23,011.73		36,261.02		
(i) in current accounts		349.87		648.65		
Total		23,852.21		37,932.90		

35



NOTE: Rs in Thousands

	Particulars	31.3.2025	31.3.2024
	Details of Share Capital Authorised Capital Equity Shares		
	1,50,000 Shares of Rs.10/- Each	1,500.00	1,500.00
	Total	1,500.00	1,500.00
1	Issued & Subscribed and Fully Paid Up Equity Shares 1,24,835 Equity Shares Rs.10/- Each 1,24,655 Equity Shares Rs.10/- Each	1,248.35	<b>1</b> ,246.55
	Total	1,248.35	1,246.55

### Right attached to Equity shares:

The Company has issued only one class of shares having a Face value of Rs.10 per share. Each holder of Equity share is entiltled to one vote per share, subject to the limit that no member shall exercise voting rights in excess of 5% of total voting rights of equity shareholders vide notification no.G.S.R.465(E) dated 05th june 2015 of Ministry of Corporate affairs. Dividend will be restricted to 25% maximum if declared.

### Details of shareholders holding more than 5% shares in the company

	As at 31st March 2025			As at 31st March 2024			
Name	No of shares	Value	Percentage of shares	No of shares	Value	Percentage of shares	
1.Kalyanaraman.R	7,404	74.04	5.93	7,404	74.04	5.94	
2.Monika D.T	8,124	81.24	6.51	8,124	81.24	6.52	
3.Prasanna Thulasi Ram	10,208	102.08	0.00	10,208	102.08	8.19	
4.Thulasi Ram D.L	21,523	215.23	17.24	21,523	215.23	17.27	

### 1A Shares held by Promoters

	As	at 31st	March 2025	As at 31st March 2024		
Name	No of shares		% of shares & Charge in %	No of shares	Value	% of shares & Charge in %
1. D.L.Thulasi Ram	21,523	215.23	17.24% &-0.03%	21,523	215.23	17.27% &- 0.06%
2. G. Ashokpathy	2,601	26.01	2.09% & - 0.01%	2,601	26.01	2.08% & - 0.01%
3. V.Logannathan	513	5.13	0.41%	513	5.13	0.41%



### 1B Statement of Changes in Equity

### Rs in Thousands

Particulars	As at 31st	March 2025	As at 31st March 2024		
Particulars	No.of Shares   Amount(Rs)		No.of Shares	Amount(Rs)	
Balance at the Beginning of the reporting period	1,24,655.00	1,246.55	1,24,165.00	1,241.65	
Changes in Equity Share Capital due to prior period error	ı	•	1	-	
Related Balance at the Beginning of the reporting period	1,24,655	1,246.55	1,24,165	1,241.65	
Changes in Equity Share Capital during the current year	180	1.80	490	4.90	
Balance at the End of the reporting period	1,24,835	1,248.35	1,24,655	1,246.55	

### NOTE: Rs in Thousands

	Particulars	31.3.2024	31.3.2023
2	Details of Reserves & Surplus		
	a) Surplus / (Deficit) in the statement of Profit & Loss		
	Opening Balance	640.14	53.69
	Add :- Profit of the year	2,111.85	1,377.85
	(Total - (a))	2,751.99	1,431.54
	Appropriations for:-		
	Provision for Income Tax	682.27	274.90
	General Reserve	1,200.00	500.00
	Charity Reserve @ 1%	36.00	16.50
	Paid Dividend :-		
	20% on Equity Shares	186.56	0.00
	(Total - (b))	2,104.83	791.40
	Closing Balance (a) - (b) [TOTAL - A]	647.17	640.14



Rs	:	T	<b>L</b> -			_	_	_
RS	m		no	u	Sa	n	u	S

			<u>in Thousands</u>
	Particulars	31.3.2025	31.3.2024
	B) General Reserve		
	Balance as per last B/s	9,453.02	8,953.02
	Add :- Appropriations for the year	1,200.00	500.00
	Total(B)	10,653.02	9,453.02
	C) Reserve For Share Premium	501.39	501.39
	Total (C)	501.39	501.39
	D) Reserve For Capital Redemption		
	Balance as per Last B/s	310.30	310.30
	Total(D)	310.30	310.30
	E) Charity Reserve		
	Opening Balance	8.45	0.82
	Add:Appropriation for the year	36.00	16.50
		44.45	17.32
	Less:- Spent during The Year	0.00	8.87
	Total(E)	44.45	8.45
	Grand Total(A+B+C+D+E)	12,156.33	10,913.30
3	Details of Long Term Borrowings		
	Unsecured Loans		
	Due to Directors		
	Fixed Deposits	5,001.01	1,007.59
	Reinvestment Deposits	0.00	0.00
	Recurring Deposits	0.00	0.00
	Due to Others		
	Fixed Deposits	22,733.55	5,544.25
	Reinvestment Deposits	19,477.57	3,849.51
	Recurring Deposits	1,202.50	1,070.70
	Total	48,414.63	11,472.05
4	Details of Other Long Term Liabilities		
	Unclaimed Deposits	442.19	429.62
	Rental Advance	550.00	335.00
	Total	992.19	764.62



Rs in Thousands

	Particulars	31.3.2025	31.3.2024
5	Details of Short Term Borrowings		
	Secured Loans		
	Karur Vysya Bank, Chennai - 7	0.00	0.00
	Total ( A )	0.00	0.00
	Unsecured Loans		
	Due to Directors		
	Fixed Deposits	3,523.42	7,516.84
	Reinvestment Deposits	2,390.76	4,466.79
	Recurring Deposits	1,050.00	1,277.00
	Savings Deposits	10.87	74.85
	Due to Others		
	Fixed Deposits	42,374.09	60,555.67
	Reinvestment Deposits	79,414.72	1,02,513.36
	Recurring Deposits	2,639.80	3,198.25
	Savings Deposits	2,377.92	1,906.83
	Total ( B)	1,33,781.58	1,81,509.60
	Total A+B	1,33,781.58	1,81,509.60
6	Trade Payables		
	Interest Accrued on Fixed Deposits	127.97	93.64
	Interest Accrued on Reinvestment Deposits	5,542.32	7,902.32
	Interest Accrued on Recurring Deposits	345.81	489.60
	Total	6,016.09	8,485.57

# TERMS AND CONDITIONS OF ACCEPTANCE OF DEPOSITS REGARDING NOTE NO.3 & 5:

- 1. All the above Loans are Unsecured
- 2. Deposits will not be repaid within 3 months from the date of its acceptance
- 3. No interest will be paid in the event of repaying the deposit after 3 months but before 6 months from the date of Deposits
- 4. In the event of foreclosure of Deposits before the date of maturity, Interest will be paid at 2% less than the contracted rate of interest for the period for which the deposit held by the member.
- 5. Deposits are accepted for a period of 6 months, 12 months , 24 months & 36 Months



### Figures for Current Reporting Year

Particulars	Outstanding for Following periods from Due Date of Payment				from
	< 1Year	1-2 Years	2-3 Years	>3 Years	Total
1. MSME					
2. Others					
Interest Accrued on Fixed Deposits	127.97	0.00			127.97
Interest Accrued on Reinvestment Deposits	4,499.27	1,043.03			5,542.30
Interest Accrued on Recurring Deposits	246.54	99.27			345.81
3. Disputed Dues - MSME					
4. Disputed Dues - Others					

### Figures for Previous Reporting Year

Particulars	Outstanding for Following periods from Due Date of Payment				from
	< 1Year	1-2 Years	2-3 Years	>3 Years	Total
1. MSME					
2. Others					
Interest Accrued on Fixed Deposits	93.64	0.00			93.64
Interest Accrued on Reinvestment Deposits	477.89	7,424.43			7,902.32
Interest Accrued on Recurring Deposits	103.42	385.59			489.01
3. Disputed Dues - MSME					
4. Disputed Dues - Others					

7	Details of Other Current Liabilities	31.03.2025	31.03.2024
	Unpaid Dividends	275.65	232.91
	Outstanding Expenses	155.00	54.00
	Miscellaneous Creditors	39.22	36.00
	T D S - Payable	487.14	609.97
	Total	957.01	932.89



		KS III TIIOUSalius
Particulars	31.3.2	2025 31.3.2024
8 Details of Short Term Provis	ions	
A) For Taxation		
Balance as per Last B/s	274	<b>4.25</b> 172.54
Add:- Provision For The Year	682	<b>2.27</b> 274.90
	956	6.51 447.43
Less:- Adjusted	348	<b>8.59</b> 173.19
Total (A)	607	7.93 274.25
B) For NPA		
a) For Mortgage Loans		
Balance as per Last B/s	793	<b>3.28</b> 595.63
Add:- Provision For The Year	261	<b>1.70</b> 454.56
	1,054	4.99 1,050.19
Less:- Adjusted	402	2.84 256.91
Total (a)	652	2.15 793.28
b) For Jewel Loans		
Balance as per Last B/s		<b>0.00</b> 301.41
Add:- Provision For The Year	100	0.00
	100	<b>0.07</b> 301.41
Less:- Adjusted		0.00 301.41
Total (b)	100	0.07 0.00
Total (B)	752	2.22 793.28
Grand Total (A+B)	1,360	0.14 1,067.53



### KANDAN MUTUAL BENEFIT SASWATHA NIDHI LTD

NOTE: 9 Propert	perty, Plant and Equipment	nd Equip⊵		Rs. in Thousands	usands	Year E	nding 3	Year Ending 31 <sup>st</sup> March 2025	2025	
1		Gross B	Block			Depre	Depreciation		Net	Block
Depn % WDC	As on 01.04.2024	Additions during the year	Sold during the year	As on 31.03. 2025	Up to 01.04. 2024	For the year	Accumu- lated On Asset Sold	As on 31.01. 2025	As on 31.01. 2025	As on 01.04.
Furniture & Fittings 25.89	592.50	00.00	00'0	592.50	554.61	9.81	00'0	564.42	28.08	37.89
Electrical Installation 25.89	219.36	0.00		219.36	205.34	3.61	00.0	208.95	10.40	14.02
Plant & Machinery 18.10	750.79	0.00	0.00	750.79	621.37	23.41	00.00	644.78	106.01	129.42
Office Equipment 45.07	146.26	48.00	0.00	194.26	84.52	47.08	00'0	131.60	62.66	61.74
Computers 63.16	739.02	90.85	0.00	829.87	687.52	82.71	00'0	770.23	59.64	51.50
Buildings 4.87	7,437.30	254.21	0.00	7,691.51	3,580.72	198.49	00.00	<b>3,779.21 3,912.30</b> 3,856.58	3,912.30	3,856.58
Two Wheeler 25.89	64.00	0.00	0.00	64.00	53.67	2.67	00.0	56.35	7.66	10.33
Motor Car 31.23	2,375.52	0.00	0.00	2,375.52	6.10	739.97	00.0	746.07	746.07 1,629.45 2,369.43	2,369.43
Land 0.00	498.30	0.00	0.00	498.30	0.00	0.00	00.0	0.00	498.30	498.30
	12,823.05	393.06	00'0	0.00 13,216.11	5,793.85	1,107.75	00'0	6,901.61	6,314.50 7,029.20	7,029.20





### **Rs in Thousands**

	Particulars	31.3.2025	31.3.2024
10	Long Term Loans & Advances		
	(loans Considered Good and Fully Secured)		
	House Properties	5,709.61	10,615.29
	Deposits	48.30	0.00
	Total	5,757.91	10,615.29
11	Other Non Current Advances		
	Chennai Telephones	0.00	8.48
	Electricity Deposit	91.48	71.54
	Total	91.48	80.02

12	Trade Receivables		
	Interest Accrued on Jewel Loans	5,558.36	5,715.82
	Interest Accrued on Bank Term Deposits	185.26	401.00
	Interest Accrued on House Properties	392.50	393.62
	Interest Accrued on Deposits	223.38	36.22
		6,359.50	6,546.65

### **Figures for Current Reporting Period**

Particulars	Outstandin	g for Follow	ing period	ls from Du	e Date of	Payment
	< 6 Months	6 Months -	1-2 Years	2-3 Years	>3Years	Total
		1 year				
1.Undisputed Trade						
Receivable						
- Considered Good	5,314.36	932.24	112.90	0.00	0.00	6,359.50
2.Undisputed Trade						
Receivable						
- Considered Doubtful			-			0.00
3.Disputed Trade						
Receivable						
- Considered Good						0.00
4.Disputed Trade						
Receivable						
- Considered Doubtful						0.00



### Figures for Previous Reporting Period

Particulars	Outstandin	Outstanding for Following periods from Due Date of Payment				
	< 6 Months	6 Months -	1-2 Years	2-3 Years	>3Years	Total
		1 year				
1.Undisputed Trade Receivable						
- Considered Good	5,431.84	988.40	126.41	0.00	0.00	6,546.65
2.Undisputed Trade Receivable						
<ul> <li>Considered Doubtful</li> </ul>			-			0.00
3.Disputed Trade Receivable						
- Considered Good						0.00
4.Disputed Trade Receivable						
- Considered Doubtful						0.00

	Particulars	31.3.2025	31.3.2024
13	Details of Cash and Cash Equivalents		
	Cash And Cheques on Hand	490.61	1,023.23
	Total(A)	490.61	1,023.23
	Balances In Current Account with		
	Karur Vysya Bank Current A/c	275.94	594.03
	yesBbank	73.92	<b>0</b> .00
	IDBI Bank	0.00	54.63
	Total(B)	349.87	648.65
	Fixed Deposits with Banks (Long Term)	3,011.73	1,011.02
	Fixed Deposits with Banks (Short Term)	20,000.00	35,250.00
	Total(C)	23,011.73	36,261.02
	Grand Total ( A + B + C)	23,852.21	37,932.90



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	Particulars	31.3.2025	31.3.2024
14	Details of Short Term Loans & Advances		
	(Advances And Deposits Recoverable In cash		
	or kind for the value to be Received and		
	considered good)		
	Loans against on Fixed Deposits	7,283.00	1,398.48
	Note: Note: A sum of Rs.25,000/- is outstanding		
	against Deposit Loan from a Director and a sum of Rs. 67,92,000/-is outstanding against Deposit		
	Loan in respect of Related Parties. No concession		
	of any kind is provided.		
	Jewel loans - Secured and Good	1,54,444.95	1,52,143.50
	Loans against Mortagage of House Property	60.89	0.00
	Other Recoverables	95.40	0.00
	Tax Deducted at Source	210.86	296.22
	Advance Income Tax	250.00	52.00
	Other Advances	0.00	298.00
	Staff Advance	205.62	0.00
	dan Advance	1,62,550.72	1,54,188.19
		1,02,000.72	1,04,100.10
	Profit & Loss A/c.		
15	Revenue from Operations		
	Interest Income on Deposits & Loans Jewels	20,429.79	18,353.05
	House Properties	1,586.06	1,926.89
	Deposits	406.78	106.63
	Staff Advance Interest	13.90	0.00
	Total	22,436.53	20,386.56
16	Other Income		
	ML Administrative Fees	1.70	0.00
	Interest on IT Refund	05.47	14.22
	Sale of Pass Books	95.47 68.71	105.45 65.85
	Notice Charges Interest on Bank Deposits	1,913.45	2,760.22
	Apprasier Fees	336.17	377.76
	Reversal of NPA Provision - ML	141.13	301.41
	Rental Income	530.34	442.00
	Total	3,086.96	4,066.91



	D-utlandana		04 0 0004
<u> </u>	Particulars	31.3.2025	31.3.2024
17	Employee Benefit Expenses		
	Salaries And Bonus	5,031.17	4,215.76
	Total	5,031.17	4,215.76
18	Finance Cost		
'	Interest Paid On Deposits & Loans		
	Fixed Deposits	6,073.58	5,926.80
	Reinvestment Deposits	8,430.69	9,240.37
	Recurring Deposit	532.74	458.54
	Savings Deposits	75.08	71.37
	Bank Överdraft	121.99	0.00
	Total	15,234.07	15,697.08
19	Other Expenses		
	Auction Charges & Expenses	17.41	20.38
	Bank Charges	23.75	15.51
	Company Secretary Fees	60.00	80.00
	Conveyance	4.41	14.00
	Company Professional Tax	0.00	56.93
	Electricity Charges	191.79	116.25
	GST Filing Charges	25.50	23.00
	Filing Fees	6.17	222.52
	Inspection Fees	19.00	13.00
	Insurance	164.93	191.11
	Interest on TDS	0.00	2.25
	Loss of Sale of Assets	0.00	208.76
	Meeting Expenses	72.05	47.01
	Misc.Expenses	135.15	155.41
	Office Expenses	22.50	6.50
	Postage	31.61	25.78
	Printing And Stationary Provision for NPA - ML	90.08 0.00	104.10 197.66
	Provision for NPA - JL	100.07	0.00
	Remuneration To Auditors	60.00	60.00
	Repairs And Maintenance	386.87	383.00
	Goods and Service Tax	47.68	138.25
	Sitting Fees To Directors	280.00	315.00
	Software & Server Hosting	104.02	91.68
	Sub Chamber of Nidhi	5.00	10.00
	Tax on Property	130.26	60.71
	Telephone	46.76	54.40
	Vehicle Maintenance	13.64	28.28
	Total	2,038.63	2,641.48
		,	_,



Notes: 20

# NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2025.

### 1. Corporate Information:

Kandan Mutual Benefit Saswatha Nidhi Limited ("the Company") (U65992TN1979PLC007717) is a public limited company incorporated on 8th Feb 1979 under the provisions of the Companies Act 1956 and notified as a Nidhi Company under 620A of the Companies Act, 1956 vide G.S.R.Notification No.231 Dated 20th Feb 1985. The Registered Office address of the Company is No.7. Menod Street, Purasawalkam, Chennai - 600 007. The Main Objectives of the company is to encourage thrift, saving habits and to render all financial assistance to its members by receiving long and short term deposits and in particular Savings, Recurring, Fixed and other deposits from members and to lend or advance monies only to its members with security as are allowed by law. The Company is governed by the Notifications issued from time to time by the Ministry of Corporate Affairs.

### 2. List of Accounting Standards.

### 2.1 AS 1 – Disclosure of Accounting Policies:

# a. BASIS OF PREPARATION AND PRESENTATION OF FINANCIAL STATEMENTS

Statement of Compliance

The financial Statements of the company have been prepared as a going concern in accordance with the Indian Accounting Standard ('Ind AS'), notified under Section 133 of the Companies Act, 2013, read together with Rule 3 of the Companies (Indian Accounting Standards) Rules 2015 and Companies (Indian Accounting Standards) amendments Rules,2016 issued by the Ministry of Corporate Affairs (MCA).In addition, the guidance notes and announcements issued by the Institute of Chartered Accountants of India are also applied, except where the compliance with other statutory provisions requires different treatment.

### **Accounting Convention**

The Preparation of financial statements requires the use of certain critical accounting estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and the disclosed amount of contingent liabilities.



### Basis of Measurement

The financial statements are prepared and presented in the form set out in Part I and Part II of the Schedule III of the Companies Act, 2013 as far as they are applicable thereto under the historical cost convention except for certain financial instruments and fixed assets that are measured at fair values at the end of each reporting period. The previous year figures are regrouped whenever necessary.

# b. SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of financial statements in conformity with Ind AS requires management to make Judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosure and the disclosure of contingent liabilities on the date of the financial statements. Estimates and underlying assumptions are reviewed on an ongoing basis.

Although such estimates are made on a reasonable and prudent basis taking into account all available information, actual results could differ from estimates and such differences are recognized in the year in which the results are ascertained.

### 2.2 AS - 2 Valuation of Inventories:

Since the Company is a Nidhi company, there is no stock of raw materials, finished goods, etc. Hence the question of inventory and its valuation does not arise.

### 2.3 AS - 3 Cash Flow Statements:

Cash flow are reported using the indirect method, whereby profit before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts and payments. The Cash Flows from Operating, investing & financing Activities of the company are segregated on the available information.



### 2.4 AS – 4 Events Occurring After the Balance Sheet Date :

There are no substantial events occurring after the date of Balance Sheet, except that the Provision for Non-Performance of assets on Jewels Loans amounting to Rs.1,00,070/- debited in the Profit and Loss account has been fully recovered before the signing of the Financial Statements.

2.5 AS – 5 Net Profit or Loss for the Period, Prior period items

There is no change in accounting Policies relating to Net Profit or Loss for the Period, Prior Period Items.

### 2.6 AS - 9 Revenue Recognition:

- a. Income of the Company is derived from interest on loans and advances made. Interest income from all loans and advances including Nonperforming Assets (As per Nidhi Rules 2014 –Provision for Jewel Loans Accounts which are more than 15 Month and in respect of Mortgage Loans EMI outstanding more than 12 Months is provided separately) is recognized on accrual basis.
- b. Interest Income on Bank Investments is recognized up to 31<sup>st</sup> March 2025 on time proportion basis taking into account the amount outstanding and the rate as deposit rate applicable.
- c. Rental Income due to the Company is accounted for on accrual basis.

### 2.7 AS – 10 Plant Property & Equipment:

- a. Fixed Assets are stated at cost under Gross Block and depreciated as per the Provisions of Companies Act 2013.
- b. Depreciation on Assets have been provided as per Schedule II of the Companies Act,2013 based on the useful life of the asset on pro-rata basis with reference to the date of acquisition of the assets.
- c. Any trade discounts and rebates are deducted in arriving at the purchase price.
- d. Subsequent Expenditure relating to an item of existing fixed assets, including day to day repair and maintenance expenditure and cost of replacing parts, are charged to the statements of profit and loss for the period during which such expenditure is incurred.



- e. Gains or losses arising from derecognized fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit or loss when the asset is derecognized.
- f. Depreciation on tangible assets are provided on the Written down Value (WDV) method as per the useful life's of the assets as prescribed in Schedule II of Companies Act, 2013 at the following rates.

Description	Rate of depreciation
Building	4.87%
Plant & Machinery	18.10%
Furniture & Fittings and Electrical Installations	25.89%
Computers	63.16%
Vehicles (car)	31.23%
Vehicle (Two wheeler)	25.89%
Office Equipment	45.07%

- g. All fixed Assets individually costing Rs.5000/- or less are fully depreciated in the year of installation. Depreciation on assets acquired /sold during the year is recognized on prorate basis in the statements of profit and loss from the date of acquisitions or till the date of sale.
- 2.8 AS 11 The Effect of Changes in Foreign Exchange rates:

There is no effect of changes in Foreign Exchange rates, since there is no foreign transaction.

2.9 AS – 12 The Government Grants:

There is no Government Grants for the Company.

2.10 AS – 13 Accounting for Investments:

The company does not hold any investment in Securities.

2.11 AS – 15 Retirement and other employee benefits :

Since the number of employees is less than 10, Provident Fund and Miscellaneous Provisions Act 1952, Employees' State Insurance Act, 1948 does not apply. Gratuity as and when arises is paid and no provision for gratuity is made.



### 2.12 AS – 16 Borrowing Costs:

Borrowing costs relate to revenue items only and hence are charged to statement of profit and loss in the year in which they are incurred.

### 2.13 AS - 18 Related Party Disclosures:

A sum of Rs.25,000/- (Previous Year Nill) is outstanding against Deposit Loan in respect a Director during the year and a sum of Rs.67,92,000/- (Rs.50,000/- for the previous year) is outstanding against Deposits Loan in respect of Related Parties. No concession of any kind is provided. These Loans are granted in their capacity as Members.

### 2.14 AS – 20 Earning per Share (EPS):

Basic earnings per share is calculated by dividing the net profit for the year to equity shareholders by the weighted average number of equity shares outstanding during the year.

### Workings of Earnings per Share

Particulars	2024-2025	2023-2024
Net Profit	1,429.58	1102.95
No. of Shares	1,24,835	1,24,655
Weighted Average No. of Shares	1,24,835	1,24,410
Basic Earnings per Shares	11.45	8.85
Diluted Earnings per share	11.45	8.85

### 2.15 AS – 22 Accounting for Taxes on Income.

Current Tax are measured at the amount expected to be paid to the Income Tax, and accordingly provision for current tax of Rs.6,82,265/- is made after taking into consideration benefits admissible under the provisions of the income tax Act 1961.

### 2.16 AS – 28 Impairment of Assets :

There are no indication of any potential impairment of any of the fixed assets of the company.



### 2.17 AS – 29 Provisions, contingent Liabilities

- a. A provision is recognized when the company has a present obligation as result of past event. It is probable that an outflow of resources will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.
- b. A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events, which are beyond the control of the company. A contingent liability also includes a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises where a liability cannot be measured reliably. The company does not recognize a contingent liability in the accounts but discloses its existence in the financial statements.

### 3. Deposits to Net Owned Funds Ratio:

The Net Owned Funds to the Deposits Ratio as on 31<sup>st</sup> March 2025, is worked out to 14.99 which is within the prescribed ratio of 1:20 as details below:

Share Capital as on 31st March 2025	Rs. 12,48,350.00
NOF AS ON 31 <sup>ST</sup> March 2024	Rs. 1,09,04,847.00
Total	Rs. 1,21,53,971.00
Deposits as on 31 <sup>st</sup> March 2025	Rs. 18,21,96,212.00

# 4. Un-encumbered investment in Bank Deposits as per Rule (14) of the Nidhi Rules 2014.

Cash and Bank equivalents comprise of cash on hand, balance in current accounts. Cash equivalents are short term liquid investments that are readily convertible into known amounts of cash. Fixed deposits with Banks having maturity period of more than 12 Months are considered as Cash Equivalents.



Fixed Deposits with Banks under Cash and Bank Equivalents (Note No.13) includes a sum of Rs.2,30,11,729/- (previous year Rs.3,52,61,016/-) being the investments as per MCA Notification No. GSR 258(E) dated 31-03-2014 and read with Rule(14) of the Nidhi Rules 2014 as against the required amount of Rs.1,82,19,625/- being the 10 % of the un-encumbered deposits required to be held.

### 5. Provisions for assets as per Rule (20) of the Nidhi Rules 2014.

a. There are 5 Mortgage Loan accounts where the Monthly EMI is Defaulted for more than 12 months.

Total Amounting of NPA as on 31st March 2025	Rs.1,368.11
Amount of NPA already provided as on 31st March 2024	Rs. 715.96
Balance amount of total NPA as on 31st March 2025	Rs. 652.15
Income Recognition Fully Provided	Rs.310.69
NPA on Total EMI Asset	Rs.341.46
Total NPA as on 31st March 2025	Rs.652.15
Less: Previous Year NPA already provided	Rs.793.28
Balance CREDITED to P&L Account	Rs.141.13

Movement of Provision for NPAs	Year ending March 31,2025	Year ending March 31,2024
Movement of Provision for NPAs		
a. Opening Balance	793.28	595.62
b. Addition :Fresh NPAs during the year	261.71	454.57
c: Reduction during the year	402.84	256.91
d. Closing Balance	652.15	793.28
Provision Credited/Debited to		
Profit & Loss A/c	141.13	197.66



Provision of NPAs	Opening NPA Provided as on 31.03.24	Current NPA Provided as on 2024-25	Closing NPA Provided as on 31-03-2025
Interest	362.78	-52.09	310.69
Loan NPA	430.50	-89.04	341.46
Credited in the P & L Account	793.28	-141.13	652.20

### b. NPA for Jewel Loan:

As on 31<sup>st</sup> March 2025, there are only 2 accounts Jewel Loan Borrowers, who have not closed their A/c's within a period as stated in the Nidhi Rules 2014. All the A/c's have been closed/renewed within a period of 15 Months. Hence provision amounting to Rs.1,00,070/- for Jewel Loans due including interest amount has been provided fully.

### Summary of NPA:

# 6. Deposits under Unsecured loans include deposits received from Directors of the Company as below:

(Amounts in thousands Rs.)

SI. No.	Particulars	2024-2025	2023-2024
1	Fixed Deposits	8,524.43	8,524.43
2	Re-Investment Deposits	2,390.76	4,466.79
3	Recurring Deposits	1,050.00	1,277.00
4	Savings Deposits	10.87	74.85
	Total	11,979.06	14,343.07



7. Total of 2245 Equity Shares of Rs.10/- were allotted by the Board of Directors for which PAS – uploading is pending due to pending approval of NDH-4 by the Ministry of Corporate Affairs ass detailed below:

SI. No.	No. of Shares	No. of Members	Date of Allotment
1	230	39	16/11/2020
2	255	46	23/03/2021
3	330	59	24/10/2021
4	225	43	26/03/2022
5	265	45	26/07/2022
6	270	47	29/03/2023
7	210	34	29/07/2023
8	280	51	26/03/2024
9	180	33	25/09/2024
Total	2245	397	

### 8. Capital Advance

The company has not made any capital advance during the year.

### 9. Investors Education Protection Fund:

Over Due deposits are classified as long - term liabilities.

The following represents the unclaimed amount as on 31st March 2025,

Regarding which the company has not received any instruction. No other amount remained unclaimed.

### (Amounts in Thousands Rs.)

SI. No.	Particulars	2024-2025	2023-2024
А	Deposits Matured but not claimed (Including Interest If Any)	442.19	429.62
С	Unclaimed Dividends	275.65	232.91



The Company has transferred Rs.14.512/- Being the unclaimed dividend / Deposits to the Investors Education and Protection Fund pertaining to the period 2016-17.

10. Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006.

Any Liability to such companies are discharged then and there, without any credit being availed from them.

### For AGMK & ASSOCIATES

Chartered Accountants Firm Regn. No.010938S

Shri. G. Ashokapathy (DIN No: 02620569)

Mr.A.G.Muthu Kumaran
Properitor

Shri.**D.LThulasi Ram** (DIN:01009521)
Directors

Membership No.211203

Place: Chennai - 600 007.

Date: 17th July 2025.

UDIN: 25211203BMIHSC9960



### Ratio Analysis - 2024-2025

Ratio	Numerator/Denominator	2024-	2023-
		25	24
(a) Current Ratio	Current Assets/Current Liabilities	1.21	0.85
(b) Debt-Equity Ratio	Total Liabilities/Total Shareholder's Equity	14.23	16.72
(c) Debt service Coverage Ratio	Net Operating Income/Total Debt Service	1.47	1.3
(d) Return on Equity Ratio	Profit after Tax/Total Shareholders Equity	0.11	0.09
(e) Inventory turnover ratio	Cost of Goods Sold/Average Inventory	-	-
(f) Trade Receivables turnover ratio	Net Credit Sales/Average Trade Receivable	3.48	3.34
(g) Trade Payables turnover ratio	Net Credit purchases/Average Trade Payable	2.1	1.89
(h) Net capital turnover ratio	Total Income/Total Shareholder's Equity	1.91	2.01
(i) Net profit ratio	Net Profit/Net Sales	0.06	0.05
(j) Return on capital employed	EBIT/Capital Employed	0.03	0.05
(k) Return on investment	Net profit/Total Assets X 100	0.7	0.51

Notes	2024-25	2023-24
1. Current Assets	1,70,283.32	1,62,406.72
2. Current Liabilities	1,40,754.68	1,90,928.05
3. Total liabilities	1,90,161.50	2,03,164.71
4.Total Sharesholders Equity	13,360.22	12,151.55
5. Net Operating Income	22,436.53	20,386.56
6. Total Debt Service	15,234.07	15,697.08
7. Profit after Tax	1,429.59	1,102.95
8. Cost of Goods Sold (Interest Paid)	15,234.07	15,697.08
9. Average Inventory	-	-
10. Net Credit Sales (Interest Income)	22,436.53	20,386.56
11. Average Trade Receivables	6,453.08	6,105.21
12. Net Credit Purchases (Interest Paid)	15,234.07	15,697.08
13. Average Trade Payables	7,250.83	8,311.96
14. Total Income	25,523.49	24,453.48
15. Net Profit	1,429.59	1,102.95
16. Net Sales	22,436.53	20,386.56
17. EBIT	2,111.85	1,377.85
18. Capital Employed	64,171.64	25,464.1 <b>9</b>
19. Total Assets	2,04,926.32	2,16,392.24



### FORM NO. MGT -11 PROXY FORM

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

CIN: U65992TN1979PLC007717

indicated below:

Name of the Company: **KANDAN MUTUAL BENEFIT SASWATHA NIDHI LIMITED** Registered Office: NO.7, Menod Street, Purasawalkam, Chennai – 60007.
CELL: 7200467990

Name of the Member(s):	
Registered address:	
E-mail Id:	Folio No/ Client Id:
I/We, being the member (s) ofshares	of the above named company, hereby appoin
1. Name & Address	1. Name & Address
E-mail ld:	E-mail Id:
Signature:or failing him	Signature:or failing him
As my/our proxy to attend and vote (on a po	II) for me/us and on my/our behalf at the 46 <sup>th</sup>

Annual General Meeting of the Company, to be held on the Thursday, September 18<sup>th</sup> 2025, at 9.00 am., at the Welcome Hotel, New No.112, Purasawalkam High Road, Chennai – 600 007 and at any adjournment thereof in respect of such resolutions as are



Item No.	Resolutions
1.	"RESOLVED THAT the Audited Balance Sheet of the Company as on March 31, 2025 and the Statement of Profit and Loss account and the Cash Flow Statement for the year ended on that date together with the Report of Directors and of the Auditors thereon as presented to this Annual General Meeting, be and are hereby approved and adopted."
2.	"RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Shri. N.Chakravarthy bearing DIN No.: 01259596 who is retiring by rotation in this meeting be and is hereby re-appointed as Director of the Company."
3.	"RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Shri. V.Sathish Kumar bearing DIN No.:10197277 who is retiring by rotation in this meeting be and is hereby re-appointed as Director of the Company."
4.	"RESOLVED THAT pursuant to provisions of Section 139, 142 and other applicable provisions of the Companies Act, 2013, if any, read with the Companies (Audit & Auditors) Rules, 2014, including any statutory enactment or modification thereof, Chartered Accountant and is hereby appointed as the Statutory Auditors of the Company and to hold the office from the conclusion of this 46th Annual General Meeting till the conclusion of 51st Annual General Meeting of the Company to be held for the financial year 2029-2030, at a remuneration to be decided by the Board of Directors in consultation with the Auditors plus applicable service tax and reimbursement of travelling and out of pocket expenses incurred by them for the purpose of audit"
5.	"RESOLVED THAT pursuant to the provisions of Section 161(1) of the Companies Act, 2013 and Articles of Association of the company, Shri. G.Ashokapathy holding DIN No.:02620569 who was appointed as an Additional Director at the meeting of the Board of Directors of the Company held on 9th Nov 2024 and who holds office up to the date of ensuing Annual General Meeting of the Company and in respect of whom a notice has been received from the member in writing, under section 160 of the Companies Act, 2013 along with requisite deposit proposing his candidature for the office of Director be and is hereby appointed as Director of the Company liable to retire by rotation."  "RESOLVED FURTHER THAT any one of the Directors of the Company, be and is hereby severally authorized to sign and file such forms or documents as may be required with the Registrar of Companies, Chennai or such other authority as may be required and to do all such acts, deeds, matters and things as may be necessary to give effect to this resolution."

Signed this..... day of...... 2025.

Signature of shareholder

Signature of Proxy holder(s)

Affix Revenue Stamp

**Note:** This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.



CIN: U65992TN1979PLC007717

Registered Office: No. 7, Menod Street, Purasawalkam, Chennai - 7.

CELL: 7200467990

Email-id: info@kandanfund.com; Website: www.kandanfund.com

# ATTENDANCE SLIP FORTY-SIXTH ANNUAL GENERAL MEETING

Registered Folio No.		
Name and address of Men	nbers :	
No of Shares :		
• • •	Icome Hotel, New No.	Annual General Meeting of the 112, Purasawalkam High Road,
Member's / Proxy's name in	Block Letters	Member's / Proxy's Signature
		erson or by proxy are requested it over at the entrance of the

meeting room.



2015-2016

# 10 Years Performance at a Glance (in Lakhs)

	2015-2016		2016-2017 2017-2018 2018-2019 2019-2020	2018-2019	2019-2020	2020-2021		2021-2022 2022-2023	2023-2024 2024-2025	2024-2025
11.7		11.76	11.81	11.88	11.94	12.03	12.36	12.42	12.46	12.48
58.51		61.77	66.84	74.98	86.39	90.58	96.51	98.18	109.05	121.12
70.21		73.53	78.65	86.86	98.24	102.61	108.87	110.60	121.51	133.16
1328.10	9	1359.45	1446.24	1528.31	1645.02	1653.49	1750.57	1850.46	1929.81	1821.96
993.44		1014.08	1035.05	1115.7	1242.64	1396.59	1411.81	1484.38	1641.57	1677.52
108.38		110.16	106.23	106.54	1116.11	1202.11	119.24	120.88	128.23	132.16
5.22		4.74	7.15	10.97	13.74	8.45	14.64	6.04	11.03	14.29
10%		10%	15%	20%	15%	15%	15%	NIL	15%	NIL
	1									



# ACCEPTS DEPOSITS AND GRANTS LOANS ON JEWELS & HOUSE PROPERTIES

Transaction Hours: 9.00 a.m. to 3.30 p.m.

On Sundays : 9.00 a.m. to 12.00 Noon

**Weekly Holidays**: Friday and Other Public Holidays

### **Branch Office:**

"Kandan Bhavan", No.25, Lakshmanan Nagar, Paper Mills Road, Chennai - 600 082.