

**INDEPENDENT AUDITOR'S REPORT**

To the Members of  
Dhani Stocks Limited  
Report on the Audit of the Financial Statements

**Opinion**

We have audited the accompanying Financial Statements of Dhani Stocks Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the profit and other comprehensive income, its cash flows and changes in equity for the year ended on that date.

**Basis for Opinion**

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

**Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's Directors' report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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## **Information Other than the Financial Statements and Auditor's Report Thereon (continued)**

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

## **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the state of affairs (financial position), profit or loss (financial performance including other comprehensive income), changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.



## **Auditor's Responsibilities for the Audit of the Financial Statements (continued)**

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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.

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**

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

2. As required by Section 143(3) of the Act, we report that:

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account.
- (d) In our opinion, the aforesaid Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



### Report on Other Legal and Regulatory Requirements (continued)

- (e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these Financial Statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- B. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company, as detailed in note 36 to the Financial Statements, has disclosed the impact of pending litigations on its financial position as at March 31, 2024.
  - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv)
    - a) The management has represented that, to the best of its knowledge and belief, 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 or entity, 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;
    - b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any person or entity, 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, security or the like on behalf of the Ultimate Beneficiaries; and
    - c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) above contain any material misstatement.
  - v) Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has 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 instance of audit trail feature being tampered with.



**Report on Other Legal and Regulatory Requirements (continued)**

- vi) The Company has not declared/paid any dividend during the year and subsequent to the year-end.
- C. With respect to the matter to be included in the Auditors' Report under section 197(16) of the Act:
- i) In our opinion and to the best of our information and according to the explanations given to us, the Company has paid remuneration to its directors during the year in accordance with the provisions of and limits laid down under Section 197 read with Schedule V to the Act. The Ministry of Corporate Affairs has not prescribed other details under section 197(16) of the Act which are required to be commented upon by us.

For Ajay Sardana Associates  
Chartered Accountants  
Firm Registration No. 016827N



A handwritten signature in blue ink, appearing to be 'Rahul Mukhi'.

Rahul Mukhi  
Partner  
Membership No.099719  
New Delhi, May 16, 2024  
UDIN: 24099719BKHBLO5178

**Annexure A to the Independent Auditor's Report of even date on the Financial Statements of Dhani Stocks Limited for the year ended March 31, 2024**

Report on the statement of matters specified in paragraphs 3 and 4 of the Order.

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
- (B) The Company has maintained proper records showing full particulars of intangible assets.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has a regular programme of physical verification of its property, plant and equipment by which all property, plant and equipment are verified in a phased manner. In accordance with this programme, certain property, plant and equipment were verified during the year. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) The Company does not have any immovable properties. Accordingly, clause 3(i)(c) of the Order is not applicable.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not revalued its property, plant and equipment (including right of use assets) or intangible assets or both during the year.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The Company is a service company and accordingly, it does not hold any inventories. Thus, clause 3 (ii) (a) of the Order is not applicable to the Company.
- (b) The Company has been sanctioned working capital limits in excess of Rupees five crores in aggregate by banks or financial institutions. However, such loans are secured by way of negative lien over assets of the Company. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable.
- (iii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, during the year, the Company has provided loans in the nature of margin trading facility to companies, firms, Limited Liability Partnerships or any other parties as follows:

Amount in Rs. lakhs	
	Loans
Aggregate amount granted/ provided during the year	1,00,572.61
Balance outstanding as at balance sheet date in respect of above cases	8,485.42



**Annexure A to the Independent Auditor's Report of even date on the Financial Statements of Dhani Stocks Limited for the year ended March 31, 2024 (continued)**

During the year, the Company has not provided advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on these is not applicable to the Company.

(b) During the year, the terms and conditions of the grant of loans in the nature of margin trading facility to companies, firms, Limited Liability Partnerships or any other parties are not prejudicial to the Company's interest.

During the year, the Company has not provided advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on these is not applicable to the Company.

(c) In our opinion and according to the information and explanations given to us, in respect of Margin Trading Facility ("MTF") loans, as per product design, schedule of repayment of principal and interest are not stipulated and hence regularity of the same has not been commented upon.

During the year, the Company has not provided advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on these is not applicable to the Company.

(d) There are no loans granted to companies or other parties which are overdue for more than ninety days.

During the year, the Company has not provided advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on these is not applicable to the Company.

(e) The Company's principal business activities involve providing loans in the form of MTF to its clients. There were no loans granted to companies, firms, Limited Liability Partnerships or any other parties which was fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties. The Company has not granted advances in the nature of loans during the year to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on this is not applicable to the Company.

(f) In our opinion and according to the information and explanations given to us there are no loans/advances given during the year in the nature of loans granted to promoters or related parties as defined in clause (76) of section 2 of the Companies Act, 2013 which are repayable on demand or without specifying any terms or period of repayment. Accordingly, the requirement to report on this clause is not applicable to the Company.

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**Annexure A to the Independent Auditor's Report of even date on the Financial Statements of Dhani Stocks Limited for the year ended March 31, 2024 (continued)**

- (iv) In our opinion and according to information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, to the extent applicable to it. The Company has not entered into any transactions in respect of investments, security and guarantees covered under section 185 and 186 of the Companies Act, 2013.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits from the public. Accordingly, clause 3(v) of the Order is not applicable.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act for the services provided by it. Accordingly, clause 3(vi) of the Order is not applicable.
- (vii) (a) The Company does not have liability in respect of Service tax, Duty of excise, Sales tax and Value added tax during the year since effective 1 July 2017, these statutory dues has been subsumed into Goods and Services Tax ("GST")

According to the information and explanations given to us and on the basis of our examination of the records of the Company, in our opinion amounts deducted / accrued in the books of account in respect of undisputed statutory dues including GST, Provident fund, Employees' State Insurance, Income-Tax, Duty of Customs, cess and other statutory dues, as applicable to the Company, have generally been regularly deposited by the Company with the appropriate authorities.

According to the information and explanations given to us and on the basis of our examination of the records of the Company, no undisputed amounts payable in respect of GST, Provident fund, Employees' State Insurance, Income-Tax, Duty of Customs, cess and other statutory dues were in arrears as at March 31, 2024 for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no statutory dues relating to GST, Provident Fund, Employees State Insurance, Income-Tax, Sales Tax, Service Tax, Duty of Customs, Value Added Tax or cess or other statutory dues which have not been deposited on account of any dispute, except as below:

Name of the Statute	Nature of dues	Amount	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	Rs. 1.54 lakhs	Financial year 2012-2013	Commissioner Income Tax (Appeals)
Income Tax Act, 1961	Income Tax	Rs. 26.99 lakhs	Financial year 2021-2022	Commissioner Income Tax (Appeals)

- (viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the assessments under the Income Tax Act, 1961 as income during the year.





**Annexure A to the Independent Auditor's Report of even date on the Financial Statements of Dhani Stocks Limited for the year ended March 31, 2024 (continued)**

- (ix) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in the repayment of loans or borrowings or in the payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a willful defaulter by any bank or financial institution or government or government authority.
- (c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.
- (d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- (e) The Company does not have any subsidiaries and does not hold any investment in any associate or joint venture (as defined in the Act). Accordingly, reporting on clause 3(ix)(e) and 3(ix)(f) of the Order are not applicable.
- (x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) Accordingly, clause 3(x)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or debentures (fully, partially or optionally convertible) during the year. Accordingly, clause 3(x)(b) of the Order is not applicable.
- (xi) (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in the Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- (b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there were no whistle blower complaints received by the Company during the year.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Section 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.



**Annexure A to the Independent Auditor's Report of even date on the Financial Statements of Dhani Stocks Limited for the year ended March 31, 2024 (continued)**

- (xiv) According to the information and explanations given to us, the provisions related to internal audit are not applicable to the Company. Accordingly, clauses 3(xiv) (a) and 3(xiv) (b) of the Order is not applicable.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with its directors or persons connected to its directors and hence, provisions of Section 192 of the Act are not applicable to the Company.
- (xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clauses 3(xvi)(a) and 3(xvi)(b) of the Order are not applicable.
- (b) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the Order is not applicable.
- (c) Based on the information and explanations given to us and as represented by the management of the Company, the Group (as defined in Core Investment Companies (Reserve Bank) Directions, 2016) does not have more than one CIC as part of the Group.
- (xvii) The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the Financial Statements, and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

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**Annexure A to the Independent Auditor's Report of even date on the Financial Statements of Dhani Stocks Limited for the year ended March 31, 2024 (continued)**

- (xx) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of section 135 of the Act pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.

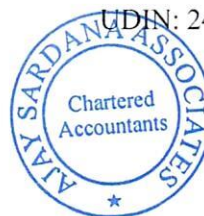
For Ajay Sardana Associates  
Chartered Accountants  
Firm Registration No. 016827N



Rahul Mukhi  
Partner

Membership No.099719  
New Delhi, May 16, 2024

UDIN: 24099719BKHBLO5178



## **Annexure B to the Independent Auditor's Report of even date on the Financial Statements of Dhani Stocks Limited for the year ended March 31, 2024**

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

We have audited the internal financial controls over financial reporting of Dhani Stocks Limited ("the Company") as of March 31, 2024 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 Act.

### **Auditors' Responsibility**

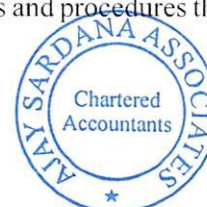
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing 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 require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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 with reference to these Financial Statements.

### **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:



### **Meaning of Internal Financial Controls Over Financial Reporting (continued)**

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

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

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

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, adequate internal financial controls over financial reporting with reference to these Financial Statements and such internal financial controls over financial reporting with reference to these Financial Statements were operating effectively as at March 31, 2024, 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.

For Ajay Sardana Associates  
Chartered Accountants  
Firm Registration No. 016827N



Rahul Mukhi  
Partner  
Membership No.099719  
New Delhi, May 16, 2024  
UDIN: 24099719BKHBLO5178

**Dhani Stocks Limited**  
**Balance sheet as at 31 March 2024**

(All amounts in Rs. Lakhs unless otherwise stated)

	Note No.	As at 31 March 2024	As at 31 March 2023
<b>I. ASSETS</b>			
<b>(1) Financial assets</b>			
(a) Cash and cash equivalents	3	6,007.02	2,606.02
(b) Bank balances other than cash and cash equivalents	4	34,121.35	33,648.44
(c) Receivables			
(i) Trade receivables	5	6,932.04	5,714.02
(d) Loans	6	7,594.15	2,234.90
(e) Other financial assets	7	2,643.63	3,288.47
<b>Total Financial assets</b>		<b>57,298.19</b>	<b>47,491.85</b>
<b>(2) Non-financial assets</b>			
(a) Current tax assets	8	87.85	87.83
(b) Deferred tax assets (net)	9	824.94	854.13
(c) Property, plant and equipment	10 A	875.16	516.03
(d) Intangible assets under development	10 B	-	9.00
(e) Other intangible assets	10 C	1,862.35	2,235.32
(f) Right of Use Assets	10 D	70.90	90.73
(g) Other non-financial assets	11	1,919.12	1,859.51
<b>Total Non-financial assets</b>		<b>5,640.32</b>	<b>5,652.55</b>
<b>TOTAL ASSETS</b>		<b>62,938.51</b>	<b>53,144.40</b>
<b>II. LIABILITIES AND EQUITY</b>			
<b>(1) Financial liabilities</b>			
(a) Payables			
Trade payables	12		
(i) total outstanding dues of micro enterprises and small enterprises		74.81	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		21.13	19.42
(b) Borrowings (other than debt securities)	13	14,376.00	-
(c) Finance Lease obligations	14	82.51	99.06
(d) Other financial liabilities	15	13,498.99	11,162.99
<b>Total Financial liabilities</b>		<b>28,053.44</b>	<b>11,281.47</b>
<b>(2) Non-financial Liabilities</b>			
(a) Current tax liabilities (net)	16	438.43	203.81
(b) Provisions	17	549.81	406.54
(c) Other non-financial liabilities	18	574.35	616.72
<b>Total Non-financial liabilities</b>		<b>1,562.59</b>	<b>1,227.07</b>
<b>(3) Equity</b>			
(a) Equity share capital	19	1,027.50	1,370.00
(b) Other equity	20	32,294.98	39,265.86
<b>Total Equity</b>		<b>33,322.48</b>	<b>40,635.86</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>62,938.51</b>	<b>53,144.40</b>

The accompanying notes are an integral part of these financial statements

This is the Balance Sheet referred to in our report of even date.

For Ajay Sardana Associates  
Chartered Accountants  
Firm Registration No. 016827N

For and on behalf of the Board of Directors

Rahul Mukhi  
Partner  
Membership No. 099719  
New Delhi, 16th May 2024

Ashu Khanna  
Whole-time Director  
DIN: 10055211  
Gurugram, 16th May 2024

Raj Kumar Gupta  
Director  
DIN: 02391806  
Gurugram, 16th May 2024

Abhishek Jain  
Chief Financial Officer  
Gurugram, 16th May 2024

Sanjana  
Company Secretary  
Gurugram, 16th May 2024



**Dhani Stocks Limited**  
**Statement of profit and loss for the year ended 31 March 2024**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

	Note No.	For the year ended 31 March 2024	For the year ended 31 March 2023
<b>I. Revenue from operations</b>			
Interest income	21	3,713.69	2,877.82
Fees and commission income	22	6,717.41	5,384.96
Net gain on fair value changes	23	43.73	45.28
Sale of services	24	475.61	497.71
<b>Total revenue from operations</b>		<u>10,950.44</u>	<u>8,805.77</u>
<b>II. Other income</b>	25	359.31	210.41
<b>III. Total Income (I + II)</b>		<u>11,309.75</u>	<u>9,016.18</u>
<b>IV. Expenses :</b>			
Finance costs	26	349.57	40.20
Fees and commission expense	27	638.31	750.60
Impairment on financial instruments	28	90.84	771.91
Employee benefits expense	29	3,846.92	1,642.70
Depreciation and amortisation expense	30	766.16	738.79
Other expenses	31	3,416.39	3,047.43
<b>Total expenses</b>		<u>9,108.19</u>	<u>6,991.63</u>
<b>V. Profit before exceptional items and tax (IV-III)</b>		2,201.56	2,024.55
<b>VI. Exceptional items</b>		-	-
<b>VII. Profit before tax (V-VI)</b>		<u>2,201.56</u>	<u>2,024.55</u>
<b>VIII. Tax expense/(benefit) :</b>	32		
(1) Current tax		636.88	354.08
(2) Deferred tax		(43.43)	20.74
<b>Total tax expense</b>		<u>593.45</u>	<u>374.82</u>
<b>IX. Profit for the year from continuing operations (VII-VIII)</b>		<u>1,608.11</u>	<u>1,649.73</u>
<b>X. Profit/(loss) from discontinued operations</b>		-	-
<b>XI. Tax expense of discontinued operations</b>		-	-
<b>XII. Profit/(loss) from discontinued operations after tax (X-XI)</b>		-	-
<b>IX. Profit for the year (IX + XII)</b>		<u>1,608.11</u>	<u>1,649.73</u>
<b>X. Other comprehensive income</b>			
<b>(A) Items that will not be reclassified to profit or loss</b>			
Re-measurement gain on defined benefit plans		(98.96)	47.95
Income tax relating to items that will not be reclassified to profit and loss		28.82	(13.96)
<b>Subtotal (A)</b>		<u>(70.14)</u>	<u>33.99</u>
<b>(B) Items that will be reclassified to profit or loss</b>		-	-
<b>Subtotal (B)</b>		-	-
<b>Total Other comprehensive income (A+B)</b>		<u>(70.14)</u>	<u>33.99</u>
<b>XI. Total comprehensive income for the year (IX+X)</b>		<u>1,537.97</u>	<u>1,683.72</u>



**Dhani Stocks Limited**  
**Statement of profit and loss for the year ended 31 March 2024 (continued)**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

	Note No.	For the year ended 31 March 2024	For the year ended 31 March 2023
<b>XII. Earnings per equity share:</b>	33		
(1) Basic (in Rs.)		13.58	12.04
(2) Diluted (in Rs.)		13.58	12.04

The accompanying notes are an integral part of these financial statements

This is Statement of Profit and Loss referred to in our report of even date

**For Ajay Sardana Associates**  
Chartered Accountants  
Firm Registration No. 016827N



**Rahul Mukhi**  
Partner  
Membership No. 099719  
New Delhi, 16th May 2024

**For and on behalf of the Board of Directors**



**Annu Ghanna**  
Whole-time Director  
DIN: 10055211  
Gurugram, 16th May 2024



**Raj Kumar Gupta**  
Director  
DIN: 02391806  
Gurugram, 16th May 2024



**Abhishek Jain**  
Chief Financial Officer  
Gurugram, 16th May 2024



**Sanjana**  
Company Secretary  
Gurugram, 16th May 2024





**Dhani Stocks Limited**  
**Statement of Cash Flows for the year ended 31 March 2024**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

	<b>For the year ended 31 March 2024</b>	<b>For the year ended 31 March 2023</b>
<b>A Cash flow from operating activities :</b>		
Net Profit/ (loss) before tax	2,201.56	2,024.55
Adjustments for :		
Unwinding of interest income	(0.32)	(0.42)
Net gain on fair value changes	(43.73)	(45.28)
Excess provision for expenses no longer required written back	(220.71)	(115.16)
(Profit)/Loss on sale of Property, plant and equipment (net)	0.06	(6.71)
Sundry credit balances written back	(103.93)	(62.21)
Interest expenses	335.10	40.20
Depreciation and amortization	766.16	738.79
Impairment due to expected credit loss - trade receivables	91.54	80.00
Employee share-based payment expense	53.66	(135.65)
Provision of gratuity and compensated absences	159.79	45.78
Impairment due to Expected Credit Loss - Non financial assets	4.08	12.00
Bad debts / advances written off	(4.78)	679.91
<b>Operating Profit before working capital changes</b>	<b>3,238.48</b>	<b>3,255.80</b>
Adjustments for changes in working capital:		
Movement in other bank balances	(472.91)	5,516.49
Trade receivables	(1,304.78)	(2,398.91)
Other receivables	-	680.57
Loans	(5,359.25)	859.24
Other financial assets	645.16	(2,433.49)
Other non-financial assets	(58.07)	150.77
Trade payables	76.51	(68.37)
Other financial liabilities	2,354.24	(3,804.16)
Provisions	(115.48)	(96.24)
Other non-financial liabilities	282.27	77.83
<b>Cash generated from/(used in) operations</b>	<b>(713.83)</b>	<b>1,739.53</b>
Direct taxes paid (net)	(300.84)	(257.40)
<b>Net cash generated from/(used in) operating activities</b>	<b>(1,014.67)</b>	<b>1,482.13</b>
<b>B Cash flow from investing activities :</b>		
Purchase of Property, plant and equipment	(762.17)	(21.11)
Proceeds from sale of fixed assets	14.76	42.27
Redemption of units of mutual funds (net)	43.73	45.28
<b>Net cash generated from/ (used in) investing activities</b>	<b>(703.68)</b>	<b>66.44</b>
<b>C Cash flow from financing activities</b>		
Proceeds from Borrowings	14,376.00	-
Repayment of Borrowings	-	(83.01)
Buy Back of Equity Shares (including Securities Premium)	(8,905.00)	-
Payment of Lease liabilities (including interest on lease liabilities)	(24.05)	(22.91)
Interest paid	(327.60)	(31.45)
<b>Net cash generated from/ (used in) financing activities</b>	<b>5,119.35</b>	<b>(137.37)</b>



Dhani Stocks Limited  
Statement of Cash Flows for the year ended 31 March 2024  
(All amounts in Rs. Lakhs unless otherwise stated)

Statement of Cash Flows for the year ended 31 March 2024 (continued)  
(All amounts in Rs. Lakhs unless otherwise stated)

	For the year ended 31 March 2024	For the year ended 31 March 2023
D Net increase/(decrease) in cash and cash equivalents ( A+B+C )	3,401.00	1,411.20
E Cash and cash equivalents at the beginning of the year	2,606.02	1,194.82
F Cash and cash equivalents at the close of the year ( D + E )	<u>6,007.02</u>	<u>2,606.02</u>

The accompanying notes are an integral part of these financial statements

This is the Statement of Cash Flows referred to in our report of even date

For Ajay Sardana Associates  
Chartered Accountants  
Firm Registration No. 016827N



Rahul Mukhi  
Partner  
Membership No. 099719  
New Delhi, 16th May 2024

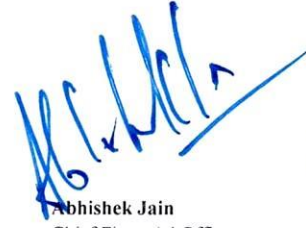
For and on behalf of the Board of Directors



Ashu Khanna  
Whole-time Director  
DIN: 10055211  
Gurugram, 16th May 2024



Raj Kumar Gupta  
Director  
DIN: 02391806  
Gurugram, 16th May 2024



Abhishek Jain  
Chief Financial Officer  
Gurugram, 16th May 2024



Sanjana  
Company Secretary  
Gurugram, 16th May 2024



A. Equity Share Capital

(i) Current reporting year Balance at the 1 April 2023	Changes in Equity Share Capital due to prior period errors	Restated balance at the 1 April 2023	Changes in equity share capital during the current year (Refer Note-19)	Balance at 31 March 2024
1,370.00	-	1,370.00	(342.50)	1,027.50

(ii) Previous reporting year Balance at the 1 April 2022	Changes in Equity Share Capital due to prior period errors	Restated balance at the 1 April 2022	Changes in equity share capital during the current year	Balance at 31 March 2023
1,370.00	-	1,370.00	-	1,370.00

(B) Other equity

(i) Current Reporting Year

Particulars	Reserve and surplus					Other comprehensive income	Capital Redemption Reserve	Total
	Share based payment reserve	Retained earnings	Securities premium	Capital reserve	Other component of equity			
Balance as at 1 April 2023	17.40	5,625.94	32,738.30	820.69	63.53	-	39,265.86	
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	
Restated balance at the beginning of the current reporting year	17.40	5,625.94	32,738.30	820.69	63.53	-	39,265.86	
Addition during the year	53.66	-	-	-	-	-	53.66	
Utilised for Buy back of own equity shares (Refer Note 19)	-	-	(8,562.50)	-	-	-	(8,562.50)	
Profit during the year	-	1,608.11	-	-	-	(70.14)	1,537.97	
Transferred to Capital redemption Reserve - for Buy back of own equity shares	-	(342.50)	-	-	-	-	342.50	
Transferred from other comprehensive income to retained earnings	-	-	(70.14)	-	-	70.14	-	
Balance as at 31 March 2024	71.06	6,821.41	24,175.80	820.69	63.53	-	32,294.99	

(ii) Previous Reporting Year

Particulars	Reserve and surplus					Other comprehensive income	Total
	Share based payment reserve	Retained earnings	Securities premium	Capital reserve	Other component of equity		
Balance as at 1 April 2022	210.11	3,942.22	32,738.30	820.69	6.47	-	37,717.79
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the previous reporting year	210.11	3,942.22	32,738.30	820.69	6.47	-	37,717.79
Addition during the year	(135.65)	-	-	-	-	-	(135.65)
Transferred to other component of equity during the year	(57.06)	-	-	-	57.06	-	0.00
Profit for the year	-	1,649.73	-	-	-	33.99	1,683.72
Transfer from other comprehensive income to retained earnings	-	-	-	-	-	(33.99)	-
Balance as at 31 March 2023	17.40	5,625.94	32,738.30	820.69	63.53	-	39,265.86

The accompanying notes are an integral part of these financial statements

This is the Statement of Changes in Equity referred to in our report of even date



For Ajay Sardana Associates  
Chartered Accountants  
Firm Registration No. 016827N

Rahul Mukhi  
Partner  
Membership No. 099719  
New Delhi, 16th May 2024

For and on behalf of the Board of Directors

Ashu Khanna  
Whole-time Director  
DIN: 10055211  
Gurgaon, 16th May 24

Raj Kumar Gupta  
Director  
DIN: 02591806  
Gurgaon, 16th May 2024

Ashish Jain  
Chief Financial Officer  
Gurgaon, 16th May 2024

Sanjana  
Company Secretary  
Gurgaon, 16th May 2024

*Sanjana*

## **Dhani Stocks Limited**

### **Notes to financial statements for the year ended 31 March 2024**

*(All amounts in Rs. lakhs unless stated otherwise)*

#### **1. Corporate information:**

Dhani Stocks Limited ("the Company") is a wholly owned subsidiary of Dhani Services Limited and was incorporated on 30 October 2003 with CIN:U74999DL2003PLC122874. The Company is a corporate member of NSE, BSE, and MCX and provides financial services of equity, derivative, currency and commodity broking, depository participant services and distribution of financial products.

In accordance with the provisions of Section 44 and other applicable provisions of the Companies Act 1956 members of the company at their Extraordinary General Meeting held on 5 January 2009 accorded their approval to change the status of the company from a private limited company to a public limited company. The Company has since received a fresh certificate of incorporation consequent upon change of name on conversion to a public limited company from the Registrar of Companies National Capital Territory of Delhi and Haryana dated 18 February 2009 in respect of the said change. Accordingly the name of the company was changed from Indiabulls Commodities Private Limited to Indiabulls Commodities Limited.

In accordance with the approval of the members of the Company, at their Extraordinary general meeting held on February 5, 2019 and of the Registrar of Companies, National Capital Territory of Delhi & Haryana, and pursuant to the provisions of Section 13 and other applicable provisions, if any, of the Companies Act, 2013, read with applicable rules made thereunder, new set of Memorandum of Association (MOA) of the Company in accordance with Table A of Schedule I of the Companies Act, 2013, inter alia modifying sub clause 5 of the erstwhile main object of the MOA, to include main objects related to stock and share broking and other allied activities, including carrying out the activities of a Depository Participant.

In accordance with the provisions of Section 13 and other applicable provisions of the Companies Act 2013 members of the company at their Extraordinary General Meeting held on 5 February 2019 accorded their approval to change the name of the company. The Company has since received a fresh certificate of incorporation consequent upon change of name from the Registrar of Companies National Capital Territory of Delhi and Haryana dated 13 February 2019 in respect of the said change. Accordingly the name of the company was changed from "Indiabulls Commodities Limited" to "Indiabulls Securities Limited". Further, the members of the company at their Extraordinary General Meeting held on August 04, 2020 accorded their approval to change the name of the company from "Indiabulls Securities Limited" to "Dhani Stocks Limited". The Company has since received a fresh certificate of incorporation consequent upon change of name from the Registrar of Companies National Capital Territory of Delhi and Haryana dated August 7, 2020 in respect of the said change. Accordingly the name of the company was changed from "Indiabulls Securities Limited" to "Dhani Stocks Limited".

The Board of Directors of the Company, at their meeting held on January 31, 2019, granted their approval for the purchase of stock broking business (both cash and derivative segments) from Indiabulls Ventures Limited, the Holding Company, for an agreed lumpsum consideration, on a going concern basis, by way of slump sale through a Business Transfer Agreement, subject to the SEBI Regulations and such other approvals, consents, permissions and sanctions as may be necessary, including but not limited to, from the Securities and Exchange Board of India and / or such other statutory and regulatory authorities as may be necessary.

On July 31, 2019, the Company entered into a business transfer agreement (BTA) with Dhani Services Limited, to acquire its securities broking business on slump sale basis. The business transfer involved transfer of certain assets and liabilities as stated in the BTA on slump sale basis for an agreed consideration of Rs. 34,200.00 lakhs. Pursuant to the above agreement, the necessary resolution passed by the Board of Directors in their meeting held on January 31, 2019 and the receipt of approvals from the National Stock Exchange of India Limited, BSE Limited and the Securities and Exchange Board of India, the business stood transferred to the Company with effect from February 21, 2020.

#### **2. Summary of Material accounting policies:**

##### **i) General information and statement of compliance with Ind AS**

These financial statements ("financial statements") of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) as notified under section 133 of the Companies Act 2013 (as amended) read with the Companies (Indian Accounting Standards) Rules 2015 (as amended) (by Ministry of Corporate Affairs ("MCA")). The Company has uniformly applied the accounting policies during the periods presented.

Accordingly, the Company has prepared these financial statements which comprise the Balance Sheet as at 31 March, 2024, the Statement of Profit and Loss for the year ended 31 March 2024, the Statement of Cash Flows for the year ended 31 March 2024 and the Statement of Changes in Equity for the year ended as on that date, and accounting policies and other explanatory information (together hereinafter referred to as "financial statements").

The financial statements for the year ended 31 March 2024 are authorized and approved for issue by the Board of Directors on May 16, 2024

##### **ii) Basis of preparation**

These financial statements of the Company are presented as per Schedule III (Division III) of the Companies Act, 2013 applicable to NBFCs, as notified by the Ministry of Corporate Affairs (MCA). The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash Flows". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of the Financial Statements along with the other notes required to be disclosed under the notified Accounting Standards.

These financial statements have been prepared in Indian Rupee which is the functional currency of the Company.

These financial statements have been prepared on historical cost basis, except for certain financial instruments which are measured at fair value or amortised cost at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.



**2. Summary of material accounting policies: (continued)**

**iii) Recent accounting pronouncements**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

**iv) Use of estimates and judgements**

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities, disclosures of contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the periods presented.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected.

Key sources of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are in respect of impairment of investments, useful lives of property, plant and equipment, valuation of deferred tax assets and fair value measurement of financial instruments, these are discussed below. Key sources of estimation of uncertainty in respect of revenue recognition, employee benefits and provisions and contingent liabilities have been discussed in their respective policies.

*Evaluation of indicators for impairment of assets*

The evaluation of applicability of indicators of impairment of assets requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets.

*Impairment of investments in subsidiaries*

The Company reviews its carrying value of investments carried at amortised cost annually, or more frequently when there is indication for impairment. If the recoverable amount is less than its carrying amount, the impairment loss is accounted for.

*Impairment of financial assets*

The evaluation of applicability of indicators of impairment of assets requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets.

*Recognition of deferred tax assets*

The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the future taxable income against which the deferred tax assets can be utilized.

*Provisions*

At each balance sheet date basis the management judgment, changes in facts and legal aspects, the Company assesses the requirement of provisions against the outstanding contingent liabilities. However, the actual future outcome may be different from this judgement.

*Useful lives of property, plant and equipment*

The Company reviews the useful life of property, plant and equipment at the end of each reporting period. This reassessment may result in change in depreciation expense in future periods.

*Fair value measurement of financial instruments*

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. The policy has been further explained under note 2(x).

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**2. Summary of material accounting policies: (continued)**

**v) Revenue recognition:**

Revenue is recognised upon transfer of control of promised services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or services.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, service level credits, performance bonuses, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

*Interest income*

Interest income is recorded on accrual basis using the effective interest rate (EIR) method.

*Brokerage income*

Brokerage income is accounted for on the trade date of the transaction. The Company considers the terms of the contract and its customary business practices to determine the transaction price.

*Commission income*

Commission on mutual funds is recognised on accrual basis.

*Depository and trading account maintenance income*

Depository and trading account maintenance income are recognised on accrual basis and as at the time when the right to receive is established by the reporting date.

*Dividend income*

Dividend income on equity shares is recognised when the right to receive the dividend is unconditional as at the balance sheet date.

**vi) Leases**

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

**Company as a lessee**

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

**(i) Right-of-use Assets (ROU Assets)**

The company recognizes right-of-use assets at the commencement date of the lease (i.e. the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognized, initial direct cost incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of-use assets are depreciated on a straight line basis over the shorter of the lease term and estimated useful lives of the assets. If the ownership of the leased asset transferred to the company at the end of lease term or the cost reflects the exercise of purchase option, depreciation is calculated using the estimated useful life of assets.

**(ii) Lease Liabilities**

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Company and payments of penalties for terminating the lease, if the lease term reflects the Company exercising the option to terminate. Variable lease payments that do not depend on an index or a rate are recognised as expenses (unless they are incurred to produce inventories) in the period in which the event or condition that triggers the payment occurs. In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset. Lease liability and ROU assets have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

**iii) Short-term leases and leases of low-value assets**

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of office equipment that are considered to be low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

**Company as a lessor**

Leases in which the Company does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Contingent rents are recognised as revenue in the period in which they are earned.



**2. Summary of material accounting policies: (continued)**

**vii) Cost recognition**

Costs and expenses are recognised when incurred and have been classified according to their nature.

**viii) Income taxes**

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred taxes are recognised in statement of profit and loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity, respectively.

**Deferred income taxes**

Deferred income tax is recognised using the balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount, except when the deferred income tax arises from the initial recognition of an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred income tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred tax assets and liabilities are measured using substantively enacted tax rates expected to apply to taxable income in the years in which the temporary differences are expected to be received or settled.

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, to the extent it would be available for set off against future current income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will be realised.

**ix) Financial instruments**

Financial assets and liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument. Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value measured on initial recognition of financial asset or financial liability.

The Company derecognises a financial asset only when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired.

*Cash and cash equivalents*

The Company considers all highly liquid financial instruments, which are readily convertible into known amounts of cash that are subject to an insignificant risk of change in value and having original maturities of three months or less from the date of purchase, to be cash equivalents. Cash and cash equivalents consist of balances with banks which are unrestricted for withdrawal and usage.

*Financial assets at amortised cost*

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

*Financial assets at fair value through other comprehensive income*

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

*Financial assets at fair value through profit or loss*

Financial assets are measured at fair value through profit or loss unless they are measured at amortised cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in statement of profit and loss.

*Financial liabilities*

Financial liabilities are measured at amortised cost using the effective interest method.



**Dhani Stocks Limited**

**Notes to financial statements for the year ended 31 March 2024**

**2. Summary of material accounting policies: (continued)**

*Equity instruments*

An equity instrument is a contract that evidences residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received net of direct issue cost.

**x) Provisions and contingent liabilities**

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognised nor disclosed in the financial statements.

**xi) Property, plant and equipment**

Property, plant and equipment are stated at cost comprising of purchase price and any initial directly attributable cost of bringing the asset to its working condition for its intended use, less accumulated depreciation (other than freehold land) and impairment loss, if any.

Depreciation is provided for property, plant and equipment on a straight line basis so as to expense the cost less residual value over their estimated useful lives based on a technical evaluation. The estimated useful lives and residual value are reviewed at the end of each reporting period, with the effect of any change in estimate accounted for on a prospective basis.

The estimated useful lives are as mentioned below:

Type of asset	Useful lives
Computers	3 years
Furniture and fixtures	10 years
Office equipments	5 years
Leasehold Improvements	Over the period of lease

The residual values, useful lives and method of depreciation are reviewed at the end of each financial year.

Depreciation is not recorded on capital work-in-progress until construction and installation is complete and the asset is ready for its intended use.

**xiii) Intangible assets**

Intangible assets purchased are measured at cost as of the date of acquisition, as applicable, less accumulated amortisation and accumulated impairment, if any. The cost comprises purchase price, borrowing cost if capitalization criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use.

Intangible assets are amortised from the date when the assets are available for use. The estimated useful life (amortisation period) of the intangible assets is arrived basis the expected pattern of consumption of economic benefits and is reviewed at the end of each financial year and the amortisation period is revised to reflect the change pattern, if any.

The Company had developed a software that is used to enhance the Company's business operations. Useful life of that software was estimated at four years basis the expected economic benefits from the software. However, the Company has reassessed the expected pattern of consumption of economic benefit basis technical estimate of the software and expect benefits will flow to the Company till 10 years.

*Intangible assets under development*

Intangible assets under development represents expenditure incurred in respect of intangible assets under development and are carried at cost. Cost includes development cost, borrowing costs and other direct expenditure necessary to create, produce and prepare the asset to be capable of operating in the manner intended by management. These are recognised as assets when the Company can demonstrate following recognition requirements:

- The development costs can be measured reliably;
- The project is technically and commercially feasible;
- The Company intends to and has sufficient resources to complete the project;
- The Company has the ability to use or sell the such intangible asset; and
- The software will generate probable future economic benefits.

Amortisation of the asset begins when development is complete and the asset is available for use.

**xiii) Impairment**

**(a) Financial assets (other than at fair value)**

The Company assesses at each date of balance sheet whether a financial asset or a group of financial assets is impaired. Ind AS 109 requires expected credit losses to be measured through a loss allowance. In determining the allowances for doubtful trade receivables, the Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and allowance rates used in the provision matrix. For all other financial assets, expected credit losses are measured at an amount equal to the 12-months expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.





**(b) Non-financial assets**

**Tangible and intangible assets**

Property, plant and equipment and intangible assets with finite life are evaluated for recoverability whenever there is any indication that their carrying amounts may not be recoverable. If any such indication exists, the recoverable amount (i.e. higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss.

**xiv) Employee benefits**

**(a) Defined benefit plans**

For defined benefit plans, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling and the return on plan assets (excluding interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Past service cost, both vested and unvested, is recognised as an expense at the earlier of (a) when the plan amendment or curtailment occurs; and (b) when the entity recognises related restructuring costs or termination benefits.

The retirement benefit obligations recognised in the balance sheet represents the present value of the defined benefit obligations reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to the present value of available refunds and reductions in future contributions to the scheme.

**(b) Defined contribution plans**

Contributions to defined contribution plans are recognised as expense when employees have rendered services entitling them to such benefits.

**(c) Short-term employee benefits**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages etc. and the expected cost of ex-gratia are recognised in the period in which the employee renders the related service. A liability is recognised for the amount expected to be paid when there is a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

**(d) Compensated absences**

Compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as undiscounted liability at the balance sheet date. Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as an actuarially determined liability at the present value of the defined benefit obligation at the balance sheet date.

**xv) Earnings per share**

Basic earnings per share is computed by dividing profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year. The Company did not have any potentially dilutive securities in any of the years presented.

**xvi) Segment reporting:**

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the chief operating decision maker (CODM) in deciding how to allocate resources and in assessing performance.



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**Dhani Stocks Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

**Note - 10 A**

**Property, plant and equipment**

	<b>Furniture and fixtures</b>	<b>Vehicle</b>	<b>Office equipment</b>	<b>Computers</b>	<b>Leasehold improvements</b>	<b>Total</b>
<b>Gross block</b>						
Balance as at 1 April 2022	52.32	-	60.22	1,274.76	419.86	1,807.16
Additions	1.00	-	-	6.23	-	7.23
Sales/adjustment	(13.67)	-	(11.49)	(51.60)	(71.85)	(148.61)
<b>Balance as at 31 March 2023</b>	<b>39.65</b>	<b>-</b>	<b>48.73</b>	<b>1,229.39</b>	<b>348.01</b>	<b>1,665.78</b>
Additions	-	599.33	0.51	11.68	-	611.52
Sales/adjustment	-	-	-	(50.13)	-	(50.13)
<b>Balance as at 31 March 2024</b>	<b>39.65</b>	<b>599.33</b>	<b>49.24</b>	<b>1,190.94</b>	<b>348.01</b>	<b>2,227.17</b>
<b>Accumulated Depreciation</b>						
Balance as at 1 April 2022	14.34	-	44.54	767.22	206.77	1,032.87
Depreciation	3.88	-	8.63	195.05	22.40	229.96
Sales/adjustment	(5.71)	-	(9.69)	(27.70)	(69.98)	(113.08)
<b>Balance as at 31 March 2023</b>	<b>12.51</b>	<b>-</b>	<b>43.48</b>	<b>934.57</b>	<b>159.19</b>	<b>1,149.75</b>
Depreciation	3.23	74.10	2.45	144.81	21.99	246.57
Sales/adjustment	-	-	-	(44.31)	-	(44.31)
<b>Balance as at 31 March 2024</b>	<b>15.74</b>	<b>74.10</b>	<b>45.93</b>	<b>1,035.07</b>	<b>181.18</b>	<b>1,352.01</b>
<b>Net block as at 31 March 2023</b>	<b>27.14</b>	<b>-</b>	<b>5.25</b>	<b>294.82</b>	<b>188.82</b>	<b>516.03</b>
<b>Net block as at 31 March 2024</b>	<b>23.91</b>	<b>525.23</b>	<b>3.31</b>	<b>155.87</b>	<b>166.83</b>	<b>875.16</b>

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**Dhani Stocks Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

**Note - 10 B**  
**Intangible assets under development**

<b>Gross block</b>	
Balance as at 1 April 2022	163.05
Additions	21.63
Capitalised	(175.68)
<b>Balance as at 31 March 2023</b>	<b>9.00</b>
Additions	-
Capitalised	(9.00)
<b>Balance as at 31 March 2024</b>	<b>-</b>

Intangible assets under development aging schedule as at 31st March 2024					
Intangible assets under development	Amount outstanding for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	-	-	-	-

Intangible assets under development aging schedule as at 31st March 2023					
Intangible assets under development	Amount outstanding for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	-	9.00	-	-	9.00

\*There were no Intangible assets under development whose completion is overdue or has exceeded its cost as compared to its original plan.

**Note - 10 C**  
**Intangible assets**

	<b>Softwares</b>
<b>Gross block</b>	
Balance as at 1 April 2022	4,296.74
Additions	190.64
Sales/adjustment	-
<b>Balance as at 31 March 2023</b>	<b>4,487.38</b>
Additions	135.79
Sales/adjustment	(9.00)
<b>Balance as at 31 March 2024</b>	<b>4,614.17</b>
<b>Accumulated amortisation</b>	
Balance as at 1 April 2022	1,762.97
Amortisation	489.06
Sales/adjustment	0.03
<b>Balance as at 31 March 2023</b>	<b>2,252.06</b>
Amortisation	499.76
Sales/adjustment	-
<b>Balance as at 31 March 2024</b>	<b>2,751.82</b>
<b>Net block as at 31 March 2023</b>	<b>2,235.32</b>
<b>Net block as at 31 March 2024</b>	<b>1,862.35</b>

**Note - 10 D**  
**Right of use of assets**

	<b>Building</b>
<b>Gross block</b>	
Balance as at 1 April 2022	118.63
Addition	-
Termination/ adjustment	-
<b>Balance as at 31 March 2023</b>	<b>118.63</b>
Addition	-
Termination/ adjustment	-
<b>Balance as at 31 March 2024</b>	<b>118.63</b>
<b>Accumulated amortisation</b>	
Balance as at 1 April 2022	8.13
Amortisation	19.77
Termination/ adjustment	-
<b>Balance as at 31 March 2023</b>	<b>27.90</b>
Amortisation	19.83
Termination/ adjustment	-
<b>Balance as at 31 March 2024</b>	<b>47.73</b>
<b>Net block as at 31 March 2023</b>	<b>90.73</b>
<b>Net block as at 31 March 2024</b>	<b>70.90</b>



**Dhani Stocks Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

**Note - 6**  
**Loans**

	As at 31 March 2024	As at 31 March 2023
<b>At amortised cost</b>		
<b>Loans repayable on demand:</b>		
Margin funding loan receivables (secured, considered good)	8,485.42	2,908.31
Less: Margin received	(891.27)	(673.41)
<b>Total - gross</b>	<u>7,594.15</u>	<u>2,234.90</u>
Less: Impairment loss allowance due to expected credit loss	-	-
<b>Total - net</b>	<u><u>7,594.15</u></u>	<u><u>2,234.90</u></u>

Margin funding loans are given to customers as per SEBI guidelines and are secured by pledge of shares/ mutual funds/ bonds etc.

(i) Secured by tangible assets	-	-
(ii) Secured by intangible assets	-	-
(iii) Covered by Bank/Government Guarantees	-	-
(iv) Unsecured	-	-
(v) Secured by others (shares/ mutual funds/ bonds)	7,594.15	2,234.90
<b>Total - Gross</b>	<u>7,594.15</u>	<u>2,234.90</u>
Less: Impairment loss allowance	-	-
<b>Total - Net</b>	<u>7,594.15</u>	<u>2,234.90</u>

**Loans in India**

Public sector	-	-
Others	7,594.15	2,234.90
	<u>7,594.15</u>	<u>2,234.90</u>

**Note - 7**  
**Other financial assets**

	As at 31 March 2024	As at 31 March 2023
<b>At amortised cost</b>		
(a) Security deposits		
(i) Deposits (including margin money) with stock exchanges		
- Unsecured, Considered good	2,635.13	3,285.11
- Unsecured, Considered doubtful	-	-
(ii) Deposits with others		
- Unsecured, Considered good	2.55	3.32
- Unsecured, Considered doubtful	10.20	25.32
(b) Other Recoverable	5.95	0.04
	<u>2,653.83</u>	<u>3,313.79</u>
Less: Impairment loss allowance due to expected credit loss (Refer Note 45)	(10.20)	(25.32)
	<u>2,643.63</u>	<u>3,288.47</u>
<b>Total</b>	<u><u>2,643.63</u></u>	<u><u>3,288.47</u></u>

**Note - 8**  
**Current tax assets**

	As at 31 March 2024	As at 31 March 2023
Advance income tax/tax deducted at source	87.85	87.83
<b>Total</b>	<u>87.85</u>	<u>87.83</u>

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**Dhani Stocks Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

**Note - 9**

**Deferred tax assets (net)**

	As at 31 March 2024	As at 31 March 2023
<b>Deferred tax assets:</b>		
<b>Arising on account of temporary differences due to:</b>		
Impairment allowance due to expected credit loss	264.63	295.28
Disallowances u/s. 43B of the Income-Tax Act, 1961	30.60	20.52
Disallowances u/s. 40A(7) of the Income-Tax Act, 1961	120.00	97.86
Recognition of security deposits at amortised cost	0.04	0.03
Share based payments to employees	22.53	6.95
Right of use assets and lease liabilities	3.38	2.42
<b>Minimum alternative tax credit entitlement</b>	732.68	834.13
<b>Sub Total (A)</b>	<u>1,173.86</u>	<u>1,257.19</u>
<b>Deferred tax liabilities:</b>		
<b>Arising on account of temporary differences due to:</b>		
Property, plant and equipment and intangible assets	348.92	403.06
<b>Sub Total (B)</b>	<u>348.92</u>	<u>403.06</u>
<b>Deferred tax assets (net) (A-B)</b>	<u>824.94</u>	<u>854.13</u>

**Movement in deferred tax balances for the year ended 31 March 2024**

Particulars	Balance as on 1 April 2023	Recognised in Profit and loss	Recognised in OCI	Other	Balance as on 31 March 2024
<b>Deferred tax assets/(liabilities):</b>					
<b>Arising on account of temporary differences due to:</b>					
Impairment allowance due to expected credit loss	295.28	(30.65)	-	-	264.63
Disallowances u/s. 43B of the Income-Tax Act, 1961	20.52	10.08	-	-	30.60
Disallowances u/s. 40A(7) of the Income-Tax Act, 1961	97.86	(6.67)	28.82	-	120.00
Property, plant and equipment and intangible assets	(403.06)	54.14	-	-	(348.92)
Recognition of security deposits at amortised cost	0.03	0.01	-	-	0.04
Share based payments to employees	6.95	15.58	-	-	22.53
Right of use assets and lease liabilities	2.42	0.96	-	-	3.38
<b>Minimum alternative tax credit entitlement *</b>	834.13	-	-	(101.45)	732.68
	<u>854.13</u>	<u>43.45</u>	<u>28.82</u>	<u>(101.45)</u>	<u>824.94</u>

**31 March 2023**

Particulars	Balance as on 1 April 2022	Recognised in Profit and loss	Recognised in OCI	Other	Balance as on 31 March 2023
<b>Deferred tax assets/(liabilities):</b>					
<b>Arising on account of temporary differences due to:</b>					
Impairment allowance due to expected credit loss	274.67	20.61	-	-	295.28
Disallowances u/s. 43B of the Income-Tax Act, 1961	27.35	(6.82)	-	-	20.52
Disallowances u/s. 40A(7) of the Income-Tax Act, 1961	119.70	(7.87)	(13.96)	-	97.86
Property, plant and equipment and intangible assets	(430.87)	27.81	-	-	(403.06)
Recognition of security deposits at amortised cost	0.01	0.02	-	-	0.03
Share based payments to employees	63.07	(56.12)	-	-	6.95
Right of use assets and lease liabilities	0.79	1.63	-	-	2.42
<b>Minimum alternative tax credit entitlement *</b>	939.19	-	-	(105.06)	834.13
	<u>993.91</u>	<u>(20.74)</u>	<u>(13.96)</u>	<u>(105.06)</u>	<u>854.13</u>

The Company has not recognized deferred tax asset on Long- term Capital Loss of Rs. 43.60 lakhs.

\* Expiry date of minimum alternative tax credit  
Expiry financial year (as per Income-tax Act, 1961)

	As at 31 March 2024	As at 31 March 2023
1 April 2030 - 31 March 2031	-	64.44
1 April 2031 - 31 March 2032	400.13	437.14
1 April 2032 - 31 March 2033	35.87	35.87
1 April 2035 - 31 March 2036	251.45	251.45
	<u>687.45</u>	<u>788.90</u>



Note - 3

Cash and cash equivalents

	As at 31 March 2024	As at 31 March 2023
Cash on hand	-	0.06
Balances with banks:		
- in current accounts	462.42	2,605.96
-in fixed deposits with original maturity of less than 3 months (Refer Note 35)	5,544.60	-
<b>Total</b>	<b>6,007.02</b>	<b>2,606.02</b>

Note - 4

Bank balances other cash and cash equivalents

	As at 31 March 2024	As at 31 March 2023
Balances with banks:		
In Fixed deposits (Refer Note 35)		
- in fixed deposits accounts with original maturity of more than 3 months	33,761.07	33,376.59
Interest accrued on fixed deposits	360.28	271.85
<b>Total</b>	<b>34,121.35</b>	<b>33,648.44</b>

Note - 5

Trade receivables

	As at 31 March 2024	As at 31 March 2023
Unsecured, considered good	6,932.04	5,714.02
Having significant increase in credit risk	894.41	984.52
<b>Total - gross</b>	<b>7,826.45</b>	<b>6,698.54</b>
Less: Impairment loss allowance due to expected credit loss (Refer Note 45)	(894.41)	(984.52)
<b>Total - net</b>	<b>6,932.04</b>	<b>5,714.02</b>
<b>Gross Trade receivables include:</b>		
Debts due by directors or other officers	-	-
Due from others	7,826.45	6,698.54

Trade Receivables aging schedule

As at 31st March 2024						
Particulars	Outstanding for following periods from due date					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	5,552.24	131.90	155.92	177.09	914.91	6,932.04
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	1.80	0.26	6.83	885.52	894.41
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
As at 31st March 2023						
Particulars	Outstanding for following periods from due date					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	4,242.37	166.54	186.62	339.49	779.00	5,714.02
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	32.20	5.08	0.23	947.01	984.52
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-



**Dhani Stocks Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

**Note - 11**

**Other non-financial assets**

	As at 31 March 2024	As at 31 March 2024	As at 31 March 2023	As at 31 March 2023
Prepaid expenses		65.23		43.21
Balances with government authorities *		81.04		65.29
Capital advances	1,705.69		1,704.15	
Less: Impairment due to Expected Credit Loss	(4.15)	1,701.54	(4.15)	1,700.00
Others (unsecured, considered good)		75.39	51.01	
Less: Impairment due to Expected Credit Loss	(4.08)	71.31	-	51.01
<b>Total</b>		<b>1,919.12</b>		<b>1,859.51</b>

\* includes Rs. 3.50 lakh (31 March 2023: Rs. 3.50 lakh) recoverable from UPVAT authorities pending assessment of liability in respect of assessment years 2013-14 and 2014-15.

**Note - 12**

**Trade payables**

	As at 31 March 2024	As at 31 March 2023
Total outstanding due to micro enterprises and small enterprises	74.81	-
Total outstanding due to creditors other than micro enterprises and small enterprises	21.13	19.42

**Ageing of Trade Payables:-**

**As at 31 March 2024**

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	74.81	-	-	-	74.81
(ii) Others	16.81	-	-	4.32	21.13
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

**As at 31 March 2023**

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	2	-	-	-
(ii) Others	12.90	0.76	1.44	4.32	19.42
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

On the basis of confirmations obtained from suppliers who have registered themselves under the Micro, Small and Medium Enterprise Development Act, 2006 (MSMED Act, 2006) and based on the information available with the Company, the following are the details:

Particulars	As at 31 March 2024	As at 31 March 2023
	(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	74.81
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	Nil	Nil
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	Nil	Nil
(iv) The amount of interest due and payable for the year	Nil	Nil
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	Nil	Nil
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid	Nil	Nil

The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

**Note - 13**

**Borrowings (other than debt securities)**

	As at 31 March 2024	As at 31 March 2023
<b>Unsecured</b>		
Intercompany deposits from related parties		
- From Holding Company	1,766.00	-
- From Fellow Subsidiary Company	12,610.00	-
<b>Total</b>	<b>14,376.00</b>	<b>-</b>
Borrowings in India	14,376.00	-
Borrowings outside India	-	-
<b>Total</b>	<b>14,376.00</b>	<b>-</b>

**Reconciliation of liabilities arising from financing activities:**

The changes in the Company's liabilities arising from financing activities are as follows:

Particulars	Borrowings (other than debt securities)
Balance as at 31 March 2022	83.01
<b>Cash flows:</b>	
- Repayment	(84,298.92)
- Proceeds	84,215.91
<b>Non cash:</b>	
- Others	-
Balance as at 31 March 2023	-
<b>Cash flows:</b>	
- Repayment	(16,355.00)
- Proceeds	30,731.00
<b>Non cash:</b>	
- Others	-
Balance as at 31 March 2024	14,376.00

**Note - 14**

**Finance Lease obligations**

	As at 31 March 2024	As at 31 March 2023
Finance Lease obligations (Refer Note 47)	82.51	99.06
<b>Total</b>	<b>82.51</b>	<b>99.06</b>



**Note - 15**

**Other financial liabilities**

Others:

Employee related payables  
Payable for capital goods  
Margin from customers <sup>(i)</sup>

	As at 31 March 2024	As at 31 March 2023
Employee related payables	20.83	54.37
Payable for capital goods	24.46	42.70
Margin from customers <sup>(i)</sup>	13,453.70	11,065.92
<b>Total</b>	<b>13,498.99</b>	<b>11,162.99</b>

(i) "Margin from customers" represents amount received from customer for as margin for executing orders on stock exchanges.

**Note - 16**

**Current tax liabilities (net)**

Provision for Taxation

(Net of tax deducted at source of Rs. 657.21 lakh (31 March 2023: Rs. 332.61 lakh))

	As at 31 March 2024	As at 31 March 2023
Provision for Taxation	438.43	203.81
<b>Total</b>	<b>438.43</b>	<b>203.81</b>

**Note - 17**

**Provisions**

For Employee Benefits (Refer Note 39)

Provision for Gratuity  
Provision for Compensated Absences

	As at 31 March 2024	As at 31 March 2023
Provision for Gratuity	440.46	336.06
Provision for Compensated Absences	109.35	70.48
<b>Total</b>	<b>549.81</b>	<b>406.54</b>

**Note - 18**

**Other non-financial liabilities**

Revenue received in advance <sup>(i)</sup>

Others:

Statutory dues payables  
Expenses and others payable

	As at 31 March 2024	As at 31 March 2023
Revenue received in advance <sup>(i)</sup>	33.47	28.33
Statutory dues payables	151.56	33.06
Expenses and others payable	389.32	555.33
<b>Total</b>	<b>574.35</b>	<b>616.72</b>

(i) Revenue received in advance represents brokerage and depository income billed but not recognised as income in the statement of profit and loss since the same is related to future period  
Reconciliation of revenue received in advance is as follows:

	As at 31 March 2024	As at 31 March 2023
Balance at the beginning of the year	28.33	45.12
Add: Advance received during the year	85.62	171.65
Less: Revenue recognised during the year	(80.48)	(188.44)
<b>Balance at the end of the year</b>	<b>33.47</b>	<b>28.33</b>

**Note - 19**

**Equity share capital**

Authorised

Equity Shares of face value of Rs. 10 each

As at 31 March 2024		As at 31 March 2023	
No. of shares	Amount	No. of shares	Amount
1,40,00,000	1,400.00	1,40,00,000	1,400.00
<b>1,40,00,000</b>	<b>1,400.00</b>	<b>1,40,00,000</b>	<b>1,400.00</b>

In pursuance of Section 61(1) and other applicable provisions, if any, of the Companies Act, 2013, members of the Company in their meeting held on 1 February 2020 granted their approval for increase in the authorised share capital from Rs. 100.00 lakh to Rs. 1,40,00,000 lakh divided in to 1,40,00,000 equity shares of face value of Rs.10 each.

**Issued, subscribed and fully paid up**

Equity Shares of face value of Rs. 10 each fully paid up

No. of shares	Amount	No. of shares	Amount
1,02,75,000	1,027.50	1,37,00,000	1,370.00
<b>1,02,75,000</b>	<b>1,027.50</b>	<b>1,37,00,000</b>	<b>1,370.00</b>

1. Consequent upon the increase in authorized share capital, and upon receipt of consideration in cash, the Board of Directors of the Company, at their meeting held on February 20, 2020 granted their approval and the Company issued and allotted 137,00,000 equity shares respectively of face value Rs. 10 per share to the Holding Company, Dhani Services Limited ("DSL") at a premium of Rs. 250 per share. As a result, the paid up equity share capital of the Company increased to Rs. 13,70,00,000 divided into 1,37,00,000 equity shares of Rs. 10 each fully paid up.

2. Pursuant to the applicable provisions of Sections 68, 69, 70 and other provisions of the Companies Act, 2013 and in accordance with Securities and Exchange Board of India [Buyback of Securities] Regulations, 2018, as amended, to the extent applicable, the members of the Company approved a proposal to buy-back upto 34,25,000 fully paid equity shares of Rs. 10/- each of the Company for an aggregate amount not exceeding Rs 8,905 lakhs being 25.00% of the total paid up equity share capital at Rs. 260/- per equity share, at their extra-ordinary general meeting held September 12, 2023, following the authorisation from the Board of Directors at its meeting held on July 28, 2023 and approval from stock exchanges of which the Company is a member as a Stock Broker. Accordingly, the Company bought back 34,25,000 equity shares for cash from Dhani Services Limited, its existing shareholder and extinguished the equity shares on September 12, 2023. Capital redemption reserve of Rs. 342.50 lakhs was created to the extent of share capital extinguished and premium on buyback of Rs 8,562.50 lakhs was utilised from securities premium account.





**Dhani Stocks Limited**  
Notes to financial statements for the year ended 31 March 2024  
(All amounts in Rs. Lakhs unless otherwise stated)

**a. Terms/rights attached to equity shares:**

(i) The Company has 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.

(ii) In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of Equity Shares held by the shareholders.

**b. Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the financial year :**

Equity shares	As at 31 March 2024		As at 31 March 2023	
	No. of shares	Amount	No. of shares	Amount
Balance at the beginning of the year	1,37,00,000	1,370.00	1,37,00,000	1,370.00
Add: Shares issued during the year	-	-	-	-
Less: Shares extinguished on buy-back during the year	34,25,000	342.50	-	-
Outstanding at the end of year	<u>1,02,75,000</u>	<u>1,027.50</u>	<u>1,37,00,000</u>	<u>1,370.00</u>

**c. Details of shareholders holding more than 5% shares**

Names of shareholders	As at 31 March 2024		As at 31 March 2023	
	No. of shares	% held	No. of shares	% held
Equity Shares of face value of Rs. 10 each fully paid up The entire share capital is held by Dhani Services Limited, the holding Company and its nominees	1,02,75,000	100%	1,37,00,000	100%

**d. Shares held by promoters at the end of the reporting year**

As at 31 March 2024:

Name of Promoter	No. of Shares	% of total shares	% Change during the year
Dhani Services Limited and its nominees	1,02,75,000	100%	-
	<u>1,02,75,000</u>	<u>100%</u>	<u>-</u>

As at 31 March 2023:

Name of Promoter	No. of Shares	% of total shares	% Change during the year
Dhani Services Limited and its nominees	1,37,00,000	100%	-
	<u>1,37,00,000</u>	<u>100%</u>	<u>-</u>

As per records of the Company, including its register of members/shareholders, and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

e. The Company has not issued any bonus shares during the current year and five years immediately preceding current year.

f. There are no shares issued pursuant to contract without payment being received in cash, allotted as fully paid up by way of bonus issue. The Company has not bought back shares during the last five years except as disclosed in Note 19(2) above.

g. Employees stock option plans: [Refer Note- 43]

**Note - 20**

**Other equity**

	As at 31 March 2024	As at 31 March 2023
(a) Securities Premium	24,175.80	32,738.30
(b) Share based payment reserve	71.06	17.40
(c) Other component of equity	63.53	63.53
(d) Capital reserve	820.69	820.69
(e) Capital Redemption Reserve	342.50	-
(f) Retained Earnings	6,821.41	5,625.94
<b>Total</b>	<b>32,294.98</b>	<b>39,265.86</b>
<b>(a) Securities Premium</b>		
Balance at the beginning of the year	32,738.30	32,738.30
Add: Premium on shares issued during the year	-	-
Less: Share issue expenses	-	-
Less: Utilised for Buyback of equity shares (Refer Note 19 (2))	8,562.50	-
<b>Total (a)</b>	<b>24,175.80</b>	<b>32,738.30</b>
<b>(b) Share based payment reserve</b>		
Balance at the beginning of the year	17.40	210.11
Add: Transferred from the Statement of Profit and Loss	53.66	(135.65)
Less: Transferred to other component of equity	-	(57.06)
<b>Total (b)</b>	<b>71.06</b>	<b>17.40</b>
<b>(c) Other component of equity</b>		
Balance at the beginning and end of the year	63.53	6.47
Add: Addition during the year	-	57.06
<b>Total (c)</b>	<b>63.53</b>	<b>63.53</b>
<b>(d) Capital reserve</b>		
Balance at the beginning and end of the year	820.69	820.69
Add: Addition during the year	-	-
<b>Total (d)</b>	<b>820.69</b>	<b>820.69</b>
<b>(e) Capital Redemption Reserve</b>		
Balance at the beginning and end of the year	-	-
Add: Created on account of Buy back of equity shares (Refer Note 19(2))	342.50	-
<b>Total (e)</b>	<b>342.50</b>	<b>-</b>
<b>(f) Retained Earnings</b>		
Balance at the beginning of the year	5,625.94	3,955.54
Add: Profit for the year	1,608.11	1,649.73
Add: Transferred from other component of equity	-	-
Less: Transferred to Capital Redemption Reserve	(342.50)	-
Retained Earnings	<u>6,891.55</u>	<u>5,605.27</u>
Remeasurement of defined benefit plans through other comprehensive income		
Opening Balance	-	(13.32)
Other comprehensive income (net of tax) for the year	(70.14)	33.99
Remeasurement of defined benefit plans through other comprehensive income	(70.14)	20.67
Total Appropriations	(70.14)	20.67
<b>Total (f)</b>	<b>6,821.41</b>	<b>5,625.94</b>
<b>Total</b>	<b>32,294.99</b>	<b>39,265.86</b>



**Note - 20**  
**Other equity (Continued)**

**(a) Securities premium**

Securities premium represents premium received on issue of shares. The amount is utilised in accordance with the provisions of the Companies Act 2013.

**(b) Share based payment reserve**

The share based payment reserve is used to record the value of equity-settled share based payment transactions with employees. The amounts recorded in share based payment reserve are transferred to share premium/retained earnings upon exercise of stock options by employees.

**(c) Other component of equity**

Other component of equity are upon exercise of stock options by employees during the year.

**(d) Capital reserves**

Capital reserve has been created in accordance with provision of the Act and is not available for distribution to owners. Additions (net of taxes) have been made on account of acquisition of stock broking business from Dhani Services Limited, the Holding Company.

**(e) Retained earnings**

Retained earnings are the accumulated profits earned by the Company till date and Actuarial gains and losses on defined benefit plans are recognised in other comprehensive income (net of taxes), less transfer to general reserves, dividend (including dividend distribution tax) and other distributions made to the shareholders.

**(f) Capital Redemption Reserve**

Capital redemption reserve has been created in accordance with provision of Section 69 of Companies act, 2013, which requires the company to transfer an amount equal to the nominal value of equity shares bought back to the Capital Redemption Reserve (CRR).

(This space has been intentionally left blank)



**Note - 21**

**Interest Income**

**On financial assets measured at amortised Cost:**

**Interest on deposits**

- Interest on fixed deposits with banks and deposits with stock exchanges

2,251.82 1,478.08

**Other interest income**

- Interest on delayed payments / margin funding

1,461.55 1,399.32

- Unwinding of interest income

0.32 0.42

**Total**

**3,713.69 2,877.82**

**Note - 22**

**Fees and commission income**

Brokerage and other ancillary income

6,115.89 4,794.57

Income from depository services

592.14 397.66

Income from mutual funds and IPO commission and account opening charges

9.38 192.73

**Total**

**6,717.41 5,384.96**

**Note - 23**

**Net gain on fair value changes**

Net gain on financial instruments at fair value through profit and loss account :-

- Investments

Gain on redemption of mutual funds

43.73 45.28

**Total**

**43.73 45.28**

Fair Value Changes

-Realised

43.73 45.28

**Total Net gain on fair value changes**

**43.73 45.28**

**Note - 24**

**Sale of services**

Transaction and other charges

475.61 497.71

**Total**

**475.61 497.71**

**Note - 25**

**Other income**

Excess provision for expenses no longer required written back

220.71 115.16

Interest on income tax refund

0.95 4.43

Sundry credit balances written back

103.93 62.21

Miscellaneous income

33.72 21.90

Dividend received on behalf of beneficial owners (net of tax deduction of source)

0.48 57.02

Less: Transferred to beneficial owners

(0.48) (57.02)

**Total**

**359.31 210.41**

**Note - 26**

**Finance costs**

**On financial liabilities measured at amortised Cost -**

**Interest on deposits**

- Interest on inter-corporate deposits

322.93 22.02

**Interest on borrowings**

- Interest on bank overdraft

4.67 9.43

**Interest on Lease Liabilities**

7.50 8.75

**Other interest expense**

- Interest on Taxes

14.47 -

**Total**

**349.57 40.20**



**Dhani Stocks Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

**Note - 27**

**Fees and commission expense**

SEBI charges
Depository charges
Transaction charges
Membership fees
Other Exchange Charges

**Total**

For the year ended 31 March 2024	For the year ended 31 March 2023
7.01	7.72
101.01	72.25
464.06	540.10
7.57	7.81
58.66	122.72
<b>638.31</b>	<b>750.60</b>

**Note - 28**

**Impairment on financial instruments**

**Measured at Amortised Cost**

Impairment due to expected credit loss
- on trade receivables
- on capital advances/security deposits/ Loan to employee
Bad debts / advances written off (net of recoveries of Rs.4.80 lakhs)
Less : Adjusted against provisions

**Total**

For the year ended 31 March 2024	For the year ended 31 March 2023
91.54	80.00
4.08	12.00
191.99	1,555.71
(196.77)	(875.80)
<b>90.84</b>	<b>771.91</b>

**Note - 29**

**Employee benefits expense**

Salaries and wages
Contribution to provident fund and other funds
Share-based payments to employees
Staff welfare expenses
Provision for gratuity and compensated absences (net) [Refer Note: 39]

**Total**

For the year ended 31 March 2024	For the year ended 31 March 2023
3,572.11	1,703.03
53.55	28.25
53.66	(135.65)
7.81	1.29
159.79	45.78
<b>3,846.92</b>	<b>1,642.70</b>

**Note - 30**

**Depreciation and amortisation expense**

Depreciation on property, plant and equipment (Refer Note: 10 A)
Amortisation on other intangible assets (Refer Note: 10 C)
Amortisation on Right of use Assets (Refer Note: 10 D)

**Total**

For the year ended 31 March 2024	For the year ended 31 March 2023
246.57	229.96
499.76	489.06
19.83	19.77
<b>766.16</b>	<b>738.79</b>

**Note - 31**

**Other expenses**

Repairs and maintenance - others
Communication expenses
Rates and taxes
Printing and stationery
Payment to statutory auditors
Legal and professional charges
Insurance
Stamp duty
Web hosting expenses
Leased line expenses
Software expenses
Rent Expenses
Electricity expenses
Recruitment and training expenses
Travelling and conveyance
Office maintenance
Business promotion
Loss on sale/ scrapping of fixed assets
Manpower hiring charges
Corporate Social Responsibility Expenses [Refer Note: 52]
Miscellaneous expenses

\* Auditor's remuneration includes:

for statutory audit
for certifications
for tax audit**

\*\* included in legal and professional expenses

For the year ended 31 March 2024	For the year ended 31 March 2023
11.97	2.96
43.59	53.35
31.00	27.38
13.51	14.63
18.65	17.50
2,337.59	1,951.50
0.14	0.08
5.59	5.52
73.49	76.05
139.36	160.87
273.42	338.13
12.57	8.39
0.85	1.31
297.47	158.63
17.34	7.81
35.92	34.91
10.71	30.32
0.06	-
53.71	132.59
35.93	18.37
3.52	7.13
<b>3,416.39</b>	<b>3,047.43</b>

11.80	10.60
6.85	6.90
2.50	2.50

**Note - 32**

**Tax expenses**

**A. The major components of income tax expense for the year as under:**

Income tax recognised in Statement of profit & loss -

**Tax expense:**

Current tax
Deferred tax

**Accounting profit before tax expense**

Income tax rate
Expected tax expense
<b>Tax effect of adjustment to reconcile expected income tax expense to reported income tax expense</b>

Tax effect of expenses disallowed (income)
Allowance u/s 36(1)(viii) of the Income-Tax Act, 1961
Tax expenses of earlier years
Tax effect of carry forward losses (including unabsorbed depreciation)
<b>Income tax expense</b>

For the year ended 31 March 2024	For the year ended 31 March 2023
636.88	354.08
(43.43)	20.74
<b>593.45</b>	<b>374.82</b>
2,201.56	2,024.55
29.12%	29.12%
641.09	589.55
(38.16)	34.41
-	(248.85)
3.25	12.90
(12.73)	(13.19)
<b>593.45</b>	<b>374.82</b>



**Note - 33**  
**Earnings per share:**

Basic earnings per share is computed by dividing the net profit/(loss) attributable to equity shareholders for the period by the weighted average number of equity shares outstanding during the reporting period. Diluted earnings per share are computed using the weighted average number of equity shares and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares. Dilutive potential equity shares are adjusted for the proceeds receivable, had the shares been actually issued at fair value.

Dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date. The number of equity shares and potential diluted equity shares are adjusted for stock split and bonus shares as appropriate.

Particulars	For the year ended	For the year ended
	31 March 2024	31 March 2023
Net Profit/(loss) for the year (in Rs. lakh)	1,608.11	1,649.73
Nominal value of equity shares (In Rs.)	10.00	10.00
Weighted average number of equity shares for basic earnings per share	1,18,42,055	1,37,00,000
Weighted average number of equity shares for computation of Diluted earnings per share	1,18,42,055	1,37,00,000
Basic earnings per share (In Rs.)	13.58	12.04
Diluted earnings per share (In Rs.)	13.58	12.04



**Dhani Stocks Limited****Notes to financial statements for the year ended 31 March 2024***(All amounts in Rs. Lakhs unless otherwise stated)***Note - 34**

The Company has not entered into any derivative instruments during the year. There are no foreign currency exposures as at 31 March 2024 (Previous year: Rs. Nil).

**Note - 35****Balances in Fixed deposits include deposits:**

	<b>31 March 2024</b>	<b>31 March 2023</b>
(a) Deposits pledged with the National Stock Exchange of India, BSE Limited, NSE Clearing Limited (formerly National Securities Clearing Corporation Limited), National Commodity and Derivatives Exchange Limited and Multi Commodity Exchange of India Limited for the purpose of cash collateral, base capital and additional base capital.	34,989.25	29,060.25
(b) Deposits pledged with banks for overdraft facilities availed by the Company.	4,192.00	4,242.00
(c) Deposits pledged with bank against bank guarantees issued in favour of Unique Identification Authority of India.	25.00	25.00
(d) Deposits pledged for arbitration matters.	47.57	47.19
(e) Pledged with Sales Tax Authorities	-	1.90
(f) Deposits pledged with State Commission, New Delhi for appeal filed by the Company in a consumer dispute matter.	0.25	0.25
<b>Total</b>	<b>39,254.07</b>	<b>33,376.59</b>

**Note - 36**

Contingent liabilities not provided for in respect of:

(a) Claims against the Company not acknowledged as debts on account of pending litigation: Rs. 61.36 lakhs (Previous year: Rs. 63.86 lakhs)

(b) Income tax- on account of penalty u/s 271(1)(c) of Rs. 1.54 lakhs (Previous year Rs. Nil) levied vide an order passed by the Assessing Officer, against which the Company has preferred an appeal with the Commissioner of Income Tax (Appeals) in respect of assessment year 2013-14.

(c) Income tax of Rs. 26.99 lakhs (Previous year Rs. Nil) pertaining to FY 2021-22 on account of disallowance of certain expenditure in terms of the assessment order under section 143(3) of the Income Tax Act, 1961, against which the Company has preferred an appeal, which is pending before CIT(A).

(d) The Company in the ordinary course of business, has various cases pending in different authorities and courts, however, the management does not expect any unfavourable outcome resulting in material adverse effect on the financial position of the Company.

**Note - 37**

Capital commitments outstanding as at 31 March 2024: Rs. NIL (31 March 2023: NIL).

**Note - 38**

As per the best estimate of the management, no provision is required to be made as per Indian Accounting Standard 37- Provisions, Contingent Liabilities and Contingent Assets as specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended, in respect of any present obligation as a result of a past event that could lead to a probable outflow of resources, which would be required to settle the obligation.



Note - 39

Employee benefits:

(a) Defined contribution plans

Provident Fund

The Company has certain defined contribution plans such as provident fund for benefits of its employee. Contribution are made to provident fund in India for employees as per regulations. The contributions are made to registered provident fund administered by the government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligation. During the year, the Company has recognized the following amounts in the Statement of Profit and Loss in respect of defined contribution plans and included in "Employee benefits expense".

	For the year ended	
	31 March 2024	31 March 2023
Contribution made to Employees' Provident Fund Organisation	34.65	15.45
Contribution made to Employees' State Insurance Corporation	0.48	0.72
Contribution to Labour Welfare Fund	0.82	0.85
Contribution to Employees' National Pension Scheme	15.42	10.32
	<b>51.37</b>	<b>27.34</b>

(b) Defined benefits plan

The Company has a defined benefit gratuity plan. Every employee is entitled to gratuity as per the provisions of the Payment of Gratuity Act, 1972. The liability of Gratuity is recognized on the basis of actuarial valuation. Gains and losses through re-measurements of the net defined benefit liability/(asset) are recognized in other comprehensive income and not reclassified to profit or loss in subsequent periods.

A. Gratuity (non-funded)

Risks associated with plan provisions

Salary increases	Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.
Discount rate	Reduction in discount rate in subsequent valuations can increase the plan's liability.
Mortality & disability	Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.
Withdrawals	Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

(i) Amount recognised in the balance sheet is as under:

Particulars	As at 31 March 2024	As at 31 March 2023
Present value of obligation	440.46	336.06
Fair value of plan assets	-	-
<b>Net obligation recognised in balance sheet as provision</b>	<b>440.46</b>	<b>336.06</b>

(ii) Amount recognised in the statement of profit and loss is as under:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Current service cost	69.98	28.52
Past service cost including curtailment gains/losses	-	-
Gains or Losses on Non routine settlements	-	-
Interest cost on defined benefit obligation	34.35	27.54
Interest income on plan assets	-	-
<b>Net impact on profit (before tax)</b>	<b>104.33</b>	<b>56.06</b>
Actuarial (gain)/loss recognised during the year	98.95	(47.95)
<b>Amount recognised in the statement of profit and loss and other comprehensive income</b>	<b>203.28</b>	<b>8.11</b>

(iii) Movement in the present value of defined benefit obligation recognised in the balance sheet is as under:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Present value of defined benefit obligation as at the beginning of year	336.06	411.04
Current service cost	69.98	28.52
Interest cost	34.35	27.54
Past service cost including curtailment gains/losses	-	-
Benefits paid	(106.41)	(83.09)
Other adjustments/Reversals	-	-
Acquisition adjustments	7.54	-
Actuarial loss/(gain) on obligation	-	-
Actuarial (gain)/loss on arising from change in demographic assumption	-	-
Actuarial (gain)/loss on arising from change in financial assumption	7.13	(7.61)
Actuarial (gain)/loss on arising from experience adjustment	91.82	(40.34)
<b>Present value of defined benefit obligation as at the end of the year</b>	<b>440.46</b>	<b>336.06</b>



Dhani Stocks Limited

Notes to financial statements for the year ended 31 March 2024

(All amounts in Rs. Lakhs unless otherwise stated)

Note - 39

Employee benefits: (continued)

(iv) Major categories of plan assets (as percentage of total plan assets):

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Government of India Securities	-	-
State Government securities	-	-
High Quality Corporate Bonds	-	-
Equity Shares of listed companies	-	-
Property	-	-
Funds Managed by Insurer	-	-
Bank Balance	-	-
<b>Total</b>	-	-

(v) Movement in the plan assets recognised in the balance sheet is as under:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Fair value of plan assets at beginning of year	-	-
Actual return on plan assets	-	-
Employer's contribution	-	-
Benefits paid	-	-
<b>Fair value of plan assets at the end of the year</b>	-	-

(vi) Actuarial assumptions

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Discounting rate	7.22%	7.36%
Future salary increase	5.00%	5.00%
Retirement age (years)	60.00	60.00
Withdrawal rate		
Up to 30 years	3.00	3.00
From 31 to 44 years	2.00	2.00
Above 44 years	1.00	1.00
Weighted average duration	16.78	16.57

Mortality rates inclusive of provision for disability -100% of IALM (2012 – 14)

Gratuity is payable to the employees on death or resignation or on retirement at the attainment of superannuation age. To provide for these eventualities, the Actuary has used Indian Assured Lives Mortality (2012-14) Ultimate table.

(vii) Sensitivity analysis for gratuity liability

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
<b>Impact of the change in discount rate</b>		
Present value of obligation at the end of the year	440.46	336.06
- Impact due to increase of 0.50 %	(22.40)	(18.87)
- Impact due to decrease of 0.50 %	24.08	20.14
<b>Impact of the change in salary increase</b>		
Present value of obligation at the end of the year	440.46	336.06
- Impact due to increase of 0.50 %	24.49	20.51
- Impact due to decrease of 0.50 %	(22.96)	(19.16)

(viii) Maturity profile of defined benefit obligation

Particulars	As at 31 March 2024	As at 31 March 2023
0 to 1 year	8.26	6.99
1 to 2 year	6.60	7.50
2 to 3 year	11.25	5.28
3 to 4 year	25.53	9.30
4 to 5 year	8.81	7.35
5 to 6 year	11.75	6.74
6 year onwards	368.28	292.90

The employer best estimate of contributions expected to be contributed during the annual period beginning after the Balance Sheet date towards Gratuity is Rs. 74.86 lakh ( Previous year Rs. 58.90 lakh)





Note - 39

Employee benefits: (continued)

Other long-term employee benefit plans

Provision for unfunded compensated absences for all employees is based upon actuarial valuations carried out at the end of every financial year. Major drivers in actuarial assumptions, typically, are years of service and employee compensation. Commitments are actuarially determined using the 'Projected Unit Credit' Method. Gains and losses on changes in actuarial assumptions are accounted for in the Statement of Profit and Loss.

B. Compensated absences (non-funded)

Risks associated with plan provisions

Salary increases	Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.
Discount rate	Reduction in discount rate in subsequent valuations can increase the plan's liability.
Mortality & disability	Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.
Withdrawals	Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

(i) Amount recognised in the balance sheet is as under:

Particulars	As at 31 March 2024	As at 31 March 2023
Present value of obligation	109.35	70.48
Fair value of plan assets	-	-
<b>Net obligation recognised in balance sheet as provision</b>	<b>109.35</b>	<b>70.48</b>

(ii) Amount recognised in the statement of profit and loss is as under:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Current service cost	46.53	10.38
Past service cost including curtailment gains/losses	-	-
Gains or Losses on Non routine settlements	-	-
Interest cost on defined benefit obligation	9.81	6.31
Interest income on plan assets	-	-
Actuarial (gain)/loss recognised during the year	(0.87)	(26.97)
<b>Amount recognised in the statement of profit and loss</b>	<b>55.47</b>	<b>(10.28)</b>

(iii) Movement in the present value of defined benefit obligation recognised in the balance sheet is as under:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Present value of defined benefit obligation as at the beginning of year	70.48	93.91
Current service cost	46.53	10.38
Interest cost	9.81	6.31
Past service cost including curtailment gains/losses	-	-
Benefits paid	(3.40)	(13.15)
Acquisition adjustments	(13.20)	-
Actuarial loss/(gain) on obligation	-	-
Actuarial (gain)/loss on arising from change in demographic assumption	-	-
Actuarial (gain)/loss on arising from change in financial assumption	1.98	(1.83)
Actuarial (gain)/loss on arising from experience adjustment	(2.85)	(25.14)
<b>Present value of defined benefit obligation as at the end of the year</b>	<b>109.35</b>	<b>70.48</b>

(iv) Major categories of plan assets (as percentage of total plan assets):

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Government of India Securities	-	-
State Government securities	-	-
High Quality Corporate Bonds	-	-
Equity Shares of listed companies	-	-
Property	-	-
Funds Managed by Insurer	-	-
Bank Balance	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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**Dhani Stocks Limited**

**Notes to financial statements for the year ended 31 March 2024**

(All amounts in Rs. Lakhs unless otherwise stated)

**Note - 39**

**Employee benefits: (continued)**

(v) Movement in the plan assets recognised in the balance sheet is as under:

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Fair value of plan assets at beginning of year	-	-
Actual return on plan assets	-	-
Employer's contribution	-	-
Benefits paid	-	-
<b>Fair value of plan assets at the end of the year</b>	<b>-</b>	<b>-</b>

(vi) Actuarial assumptions

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
Discounting rate	7.22%	7.36%
Future salary increase	5.00%	5.00%
Retirement age (years)	60.00	60.00
Withdrawal rate		
Up to 30 years	3.00	3.00
From 31 to 44 years	2.00	2.00
Above 44 years	1.00	1.00
Weighted average duration	16.78	16.57

Mortality rates inclusive of provision for disability -100% of IALM (2012-14)

Compensated Absences is payable to the employees on death or resignation or on retirement at the attainment of superannuation age. To provide for these eventualities, the Actuary has used Indian Assured Lives Mortality (2012-14) Ultimate table.

(vii) Sensitivity analysis liability for Compensated absences

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
<b>Impact of the change in discount rate</b>		
Present value of obligation at the end of the year	109.35	70.48
- Impact due to increase of 0.50 %	(4.79)	(4.19)
- Impact due to decrease of 0.50 %	5.07	4.43
<b>Impact of the change in salary increase</b>		
Present value of obligation at the end of the year	109.35	70.48
- Impact due to increase of 0.50 %	5.20	4.56
- Impact due to decrease of 0.50 %	(4.85)	(4.24)

(viii) Maturity profile of defined benefit obligation

Particulars	For the year ended 31 March 2024	For the year ended 31 March 2023
0 to 1 year	26.51	1.55
1 to 2 year	1.41	1.54
2 to 3 year	2.18	1.15
3 to 4 year	1.36	1.76
4 to 5 year	1.71	1.50
5 to 6 year	2.16	1.38
6 year onwards	74.02	61.60

The employer best estimate of contributions expected to be contributed during the annual period beginning after the Balance Sheet date, towards Compensated Absences is Rs 23.40 lakh (Previous year: Rs. 16.78 lakh).

The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which the Code becomes effective and the related rules to determine the financial impact are published.

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**Dhani Stocks Limited**

**Notes to financial statements for the year ended 31 March 2024**

(All amounts in Rs. Lakhs unless otherwise stated)

**Note - 40**

There are no borrowing costs to be capitalised as at 31 March 2024 (Previous Year: Rs. Nil).

**Note - 41**

**Segment reporting:**

The Chief Operating Decision Maker ("CODM") reviews operations and allocates resources at the Company level. The Company is primarily engaged in the business of providing 'broking and related activities', which is considered to be the only reportable segment in accordance with IND-AS 108 - Operating Segments. All other activities of the Company revolve around the main business. The Company derives its major revenues from broking activities and its customers are spread across India. The Company operates solely in one Geographic segment namely "Within India" and hence no separate information for Geographic segment wise disclosures is required.

**Note - 42**

**Related party disclosures**

**(a) Names of related parties identified in accordance with IND AS -24 "Related Party Disclosures":**

The Company's principal related parties consist of its holding company, Indiabulls Ventures Limited and its subsidiaries, affiliates and key managerial personnel. The Company's material related party transactions and outstanding balances are with related parties with whom the Company routinely enter into transactions in the ordinary course of business.

Description of relationship	Names of related parties
(i) Where control exists	
Holding Company	Dhani Services Limited
(ii) Others	
Entities under common control (with whom transactions entered into during the period)	Indiabulls Investment Advisors Limited
	Indiabulls Distribution Services Limited
	Dhani Healthcare Limited
	Dhani Loans and Services Limited
	Transerv Limited
Key Management Personnel	Mr. Divyesh B. Shah, Director
	Mr. Ashu Khanna, Director
	Mr. Prasenjeet Mukherjee
	Mr. Prem Singh Gahalawat
	Mr. Anand Kumar (resigned w.e.f 28th July 2023)
	Mr. Raj Kumar Gupta (w.e.f 28th July 2023)
	Mr. Abhishek Jain, Chief Financial Officer (w.e.f 25th May 2023)
Mr. Sameer Gehlaut, Individual exercising significant influence	

**Note - 42**

**Related party disclosures (continued)**

**(b) Significant Transactions with Related Parties during the year ended 31 March 2024:**

Particulars	Holding company		Key Management Personnel		Entities under common control	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023	31 March 2024	31 March 2023
<b>Finance</b>						
Inter Corporate Deposit Taken (Maximum Balance Outstanding during the year)	5,700.00	2,700.00	-	-	16,135.00	-
<b>Expenses</b>						
Interest Expenses	118.94	22.02			203.99	
<b>Reimbursement of expenses</b>						
Transfer of Gratuity & Compensated absences	-	-	-	-	12.58	-
Transfer of Employee Advance	-	-	-	-	33.29	-
Buyback of equity shares	8,905.00	-			-	-
<b>Compensation to key managerial personnel</b>						
- Short-term employee benefits	-	-	106.75	15.15	-	-
- Post employment benefits - Gratuity	-	-	49.22	13.21	-	-
- Other long term employee benefits - compensated absences	-	-	9.95	1.63	-	-

**(c) Balance outstanding at year end:**

Nature of Transaction	As at	Holding company	Key Management Personnel	Entities under common control	Total
Inter corporate deposit taken	31 March 2024	1,766.00	-	12,610.00	14,376.00
	31 March 2023	-	-	-	-

In accordance with Ind AS 24, disclosures in respect of transactions with identified related parties are given only for such period during which such relationships existed. Related Party relationships are given above are as identified by the Company and relied upon by the Auditors. All Related Party Transactions entered during the year were in ordinary course of the business and are on arm's length basis.



**Dhani Stocks Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

**Note - 43**

**Employee stock option schemes:**

The employees of the Company have been granted option as per the existing schemes of Dhani Services Limited ('Holding Company'). On exercise, the employees will be allotted shares of the Holding Company.

**A. Grants during the year:**

Dhani Services Limited ("the Holding Company") has established the "Udaan Employee Welfare Trust" ("Udaan - EWT") ("Trust") for the implementation and management of its employees benefit scheme viz. the "Dhani Services Limited - Employee Stock Benefit Scheme - 2008 & 2009" (Scheme) for the benefit of the employees of the Holding Company and its subsidiaries. There have been no new grants during the year (Previous year 1,16,00,000).

**B. Employees Stock Options Schemes:**

**(i) Employees Stock Option Scheme - 2008 (DSL ESOP - 2008)**

	<b>DSL ESOP - 2008</b>			
	<b>97,00,000</b>	<b>8,80,600</b>	<b>18,00,000</b>	<b>18,00,000</b>
	<b>(Regrant)</b>	<b>(Regrant)</b>	<b>(Regrant)</b>	<b>(Regrant)</b>
Total options under the scheme (Nos.)	<b>2,00,00,000</b>			
Options granted (Nos.)				
Vesting period and percentage	Five years, 20% each year	Five years, 20% each year	Five years, 20% each year	Five years, 20% each year
Vesting date	2nd July each year, commencing 2 July 2017	25 <sup>th</sup> March each year, commencing 25 March 2019	28 <sup>th</sup> June each year, commencing 28 June 2023	25 <sup>th</sup> February each year, commencing 25 February 2023
Exercisable period	5 years from each vesting date	5 years from each vesting date	5 years from each vesting date	5 years from each vesting date
Exercise price (₹)	24.15	254.85	30	68
<b>Outstanding at the beginning of 1 April 2022 (Nos.)</b>	<b>45,94,800</b>	<b>27,400</b>	-	18,00,000
Granted/ regranted during the year (Nos.)	-	-	18,00,000	-
Forfeited during the year (Nos.)	5,50,400	27,400	-	18,00,000
Exercised during the year (Nos.)	22,00,000	-	-	-
Expired during the year (Nos.)	-	-	-	-
Surrendered and eligible for re-grant during the year (Nos.)	-	-	-	-
<b>Outstanding as at 31 March 2023 (Nos.)</b>	<b>18,44,400</b>	-	<b>18,00,000</b>	-
Vested and exercisable as at 31 March 2023 (Nos.)	18,44,400	-	-	-
Remaining contractual life (weighted months)	30	-	87	-
<b>Outstanding at the beginning of 1 April 2023 (Nos.)</b>	<b>18,44,400</b>	-	<b>18,00,000</b>	-
Granted/ regranted during the year (Nos.)	-	-	-	-
Forfeited during the year (Nos.)	6,94,400	-	9,00,000	-
Exercised during the year (Nos.)	-	-	-	-
Expired during the year (Nos.)	-	-	-	-
Surrendered and eligible for re-grant during the year (Nos.)	-	-	-	-
<b>Outstanding as at 31 March 2024 (Nos.)</b>	<b>11,50,000</b>	-	<b>9,00,000</b>	-
Vested and exercisable as at 31 March 2024 (Nos.)	11,50,000	-	1,80,000	-
Remaining contractual life (weighted months)	19	-	75	-

Weighted average exercise price of share during the year ended 31 March 2024: NIL (31 March 2023: 24.15).

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Note - 43

Employee stock option schemes: (continued)

(ii) Employees Stock Option Scheme - 2009 (DSL - ESOP 2009)

	DSL ESOP - 2009	DSL ESOP - 2009	DSL ESOP - 2009	DSL ESOP - 2009
Total options under the Scheme (Nos.)	2,00,00,000	2,00,00,000	2,00,00,000	2,00,00,000
Options granted (Nos.)	20,50,000	95,00,000 (Regrant)	98,00,000 (Regrant)	1,00,00,000 (Regrant)
Vesting period and percentage	Ten years, 10% each year	Five years, 20% each year	Five years, 20% each year	Five years, 20% each year
Vesting date	13 <sup>th</sup> April each year, commencing 13 April 2011	13 <sup>th</sup> May each year, commencing 13 May 2017	28 <sup>th</sup> June each year, commencing 28 June 2023	2 <sup>nd</sup> September each year, commencing 2 September 2018
Exercisable period	5 years from each vesting date	5 years from each vesting date	5 years from each vesting date	5 years from each vesting date
Exercise price (₹)	31.35	16	30	219.65
<b>Outstanding at the beginning of 1 April 2022 (Nos.)</b>	<b>50,000</b>	<b>25,01,600</b>	-	<b>12,96,800</b>
Granted/ regranted during the year (Nos.)	-	-	98,00,000	-
Forfeited during the year (Nos.)	-	7,11,200	-	12,96,800
Exercised during the year (Nos.)	-	-	-	-
Expired during the year (Nos.)	-	-	-	-
Surrendered and eligible for re-grant during the year (Nos.)	-	-	-	-
<b>Outstanding as at 31 March 2023 (Nos.)</b>	<b>50,000</b>	<b>17,90,400</b>	<b>98,00,000</b>	-
Vested and exercisable as at 31 March 2023 (Nos.)	50,000	17,90,400	-	-
Remaining contractual life (Weighted Months)	24	31	87	-
<b>Outstanding at the beginning of 1 April 2023 (Nos.)</b>	<b>50,000</b>	<b>17,90,400</b>	<b>98,00,000</b>	-
Granted/ regranted during the year (Nos.)	-	-	-	-
Forfeited during the year (Nos.)	-	1,62,000	41,00,000	-
Exercised during the year (Nos.)	-	-	-	-
Expired during the year (Nos.)	-	-	-	-
Surrendered and eligible for re-grant during the year (Nos.)	-	-	-	-
<b>Outstanding as at 31 March 2024 (Nos.)</b>	<b>50,000</b>	<b>16,28,400</b>	<b>57,00,000</b>	-
Vested and exercisable as at 31 March 2024 (Nos.)	50,000	16,28,400	11,40,000	-
Remaining contractual life (Weighted Months)	12	19	75	-
			<b>DSL ESOP - 2009</b>	<b>DSL ESOP - 2009</b>
Total options under the Scheme (Nos.)			2,00,00,000	2,00,00,000
Options granted (Nos.)			98,00,000 (Regrant)	84,00,000 (Regrant)
Vesting period and percentage			Five years, 20% each year	Five years, 20% each year
Vesting date			25 <sup>th</sup> February each year, commencing 25 February 2023	01 <sup>st</sup> April each year, commencing 01 April 2022
Exercisable period			5 years from each vesting date	5 years from each vesting date
Exercise price (₹)			68.00	150.00
<b>Outstanding at the beginning of 1 April 2022 (Nos.)</b>			-	-
Granted/ regranted during the year (Nos.)			98,00,000	-
Forfeited during the year (Nos.)			98,00,000	-
Exercised during the year (Nos.)			-	-
Expired during the year (Nos.)			-	-
Surrendered and eligible for re-grant during the year (Nos.)			-	-
<b>Outstanding as at 31 March 2023 (Nos.)</b>			-	-
Vested and exercisable as at 31 March 2023 (Nos.)			-	-
Remaining contractual life (Weighted Months)			-	-
<b>Outstanding at the beginning of 1 April 2023 (Nos.)</b>			-	-
Granted/ regranted during the year (Nos.)			-	-
Forfeited during the year (Nos.)			-	-
Exercised during the year (Nos.)			-	-
Expired during the year (Nos.)			-	-
Surrendered and eligible for re-grant during the year (Nos.)			-	-
<b>Outstanding as at 31 March 2024 (Nos.)</b>			-	-
Vested and exercisable as at 31 March 2024 (Nos.)			-	-
Remaining contractual life (Weighted Months)			-	-

Weighted average exercise price of share during the year ended 31 March 2024: Nil (31 March 2023: Nil)



**Note - 43**

**Employee stock option schemes: (continued)**

**(iii) Dhani Services Limited - Employee Stock Benefit Scheme 2019 ("Scheme") ("DSL-ESBS 2019").**

The Scheme has been adopted and approved pursuant to: (a) a resolution of the Board of Directors of the Holding Company at its meeting held on 22 October 2019; and (b) a special resolution of the shareholders of the Holding Company passed through postal ballot on 4 December 2019, result of which were declared on 5 December 2019.

This Scheme comprises:

- Dhani Services Limited Employees Stock Option Plan 2019 ("ESOP Plan 2019")
- Dhani Services Limited Employees Stock Purchase Plan 2019 ("ESP Plan 2019")
- Dhani Services Limited Stock Appreciation Rights Plan 2019 ("SARs Plan 2019")

In accordance with the Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (the "SBEB Regulations"), the Company has set up "Udaan - Employee Welfare Trust" ("Trust") for the purpose of implementation of the Scheme as per the terms of the respective Schemes as aforesaid. The Trust, in compliance with the "SBEB Regulations", is authorised to purchase upto an aggregate of 10,500,000 (One Crore Five lakh) fully paid-up equity shares, being not more than 2% (Two percent) of the fully paid-up equity share capital of the Holding Company as on the date of approval of shareholders, from the secondary market. The Holding Company has appropriated 10,400,000 fully paid up equity shares of the Holding Company purchased by the Trust under the Scheme.

	<u>DSL-ESBS 2019</u>
Total options under the Scheme (Nos.)	1,05,00,000
Options granted (Nos.)	1,04,00,000
Vesting period and percentage	Three years, 33.33% each year
Vesting date	17 <sup>th</sup> August each year, commencing 17 August 2021
Exercisable period	5 years from each vesting date
Exercise price (₹)	250
<b>Outstanding at the beginning of 1 April 2022 (Nos.)</b>	<b>1,04,00,000</b>
Granted during the year (Nos.)	-
Forfeited during the year (Nos.)	-
Exercised during the year (Nos.)	-
Expired during the year (Nos.)	-
Surrendered and eligible for re-grant during the year (Nos.)	1,04,00,000
<b>Outstanding as at 31 March 2023 (Nos.)</b>	<b>-</b>
Vested and exercisable as at 31 March 2023 (Nos.)	-
Remaining contractual life (Weighted Months)	-
<b>Outstanding at the beginning of 1 April 2023 (Nos.)</b>	<b>-</b>
Granted during the year (Nos.)	-
Forfeited during the year (Nos.)	-
Exercised during the year (Nos.)	-
Expired during the year (Nos.)	-
Surrendered during the year (Nos.)	-
<b>Outstanding as at 31 March 2024 (Nos.)</b>	<b>-</b>
Vested and exercisable as at 31 March 2024 (Nos.)	-
Remaining contractual life (Weighted Months)	-

**(iv) Dhani Services Limited - Employee Stock Benefit Scheme 2020 ("Scheme") ("DSL-ESBS 2020").**

The Scheme has been adopted and approved pursuant to: (a) a resolution of the Board of Directors of the Holding Company at its meeting held on 23 January 2020; and (b) a special resolution of the shareholders of the Holding Company passed through postal ballot on 20 March 2020, result of which were declared on 21 March 2020.

This Scheme comprises:

- Dhani Services Limited Employees Stock Option Plan 2020 ("ESOP Plan 2020")
- Dhani Services Limited Employees Stock Purchase Plan 2020 ("ESP Plan 2020")
- Dhani Services Limited Stock Appreciation Rights Plan 2020 ("SARs Plan 2020")

In accordance with the Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (the "SBEB Regulations"), the Holding Company has set up "Udaan - Employees Welfare Trust" (Trust) for the purpose of implementation of the Scheme as per the terms of the respective Schemes as aforesaid. The Trust, in compliance with the "SBEB Regulations", is authorised to purchase upto an aggregate of 9,300,000 (Ninety Three lakh) fully paid-up equity shares, being not more than 2% (Two percent) of the fully paid-up equity share capital of the Holding Company as on the date of approval of shareholders, from the secondary market. The Holding Company has appropriated 93,00,000 fully paid up equity shares of the Holding Company purchased by the Trust under the Scheme.



**Note - 43**

**Employee stock option schemes: (continued)**

	<b>DSL-ESBS 2020</b>
Total options under the Scheme (Nos.)	93,00,000
Options granted (Nos.)	93,00,000
Vesting period and percentage	Three years, 33.33% each year
Vesting date	7 <sup>th</sup> April each year, commencing 7 April 2021
Exercisable period	5 years from each vesting date
Exercise price (₹)	250
<b>Outstanding as at 1 April 2022 (Nos.)</b>	<b>93,00,000</b>
Granted/ re-granted during the year (Nos.)	-
Exercised during the year (Nos.)	-
Expired during the year (Nos.)	-
Surrendered and eligible for re-grant during the year	93,00,000
<b>Outstanding as at 31 March 2023 (Nos.)</b>	<b>-</b>
Vested and exercisable as at 31 March 2023 (Nos.)	NA
Remaining contractual life (Weighted Months)	NA
Remaining contractual life (Weighted Months)	-
<b>Outstanding as at 1 April 2023 (Nos.)</b>	<b>-</b>
Granted/ re-granted during the year (Nos.)	-
Exercised during the year (Nos.)	-
Expired during the year (Nos.)	-
Surrendered during the year (Nos.)	-
<b>Outstanding as at 31 March 2024 (Nos.)</b>	<b>-</b>
Vested and exercisable as at 31 March 2024 (Nos.)	-
Remaining contractual life (Weighted Months)	-
Remaining contractual life (Weighted Months)	-

**(iv) Dhani Services Limited - Employee Stock Benefit Scheme 2021 ("Scheme") ("DSL-ESBS 2021").**

The Scheme has been adopted and approved pursuant to: (a) a resolution of the Board of Directors of the Holding Company at its meeting held on 06 March 2021; and (b) a special resolution of the shareholders of the Holding Company passed through postal ballot on 15 April 2021, result of which were declared on 16 April 2021.

This Scheme comprises:

- Dhani Services Limited Employees Stock Option Plan 2021 ("ESOP Plan 2021")
- Dhani Services Limited Employees Stock Purchase Plan 2021 ("ESP Plan 2021")
- Dhani Services Limited Stock Appreciation Rights Plan 2021 ("SARs Plan 2021")

In accordance with the Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (the "SBEBS Regulations"), the Holding Company has set up "Udaan - Employees Welfare Trust" (Trust) for the purpose of implementation of the Scheme as per the terms of the respective Schemes as aforesaid. The Trust, in compliance with the "SBEBS Regulations", is authorised to purchase upto an aggregate of 1,05,00,000 (One Crore Five lakh) fully paid-up equity shares, being not more than 2% (Two percent) of the fully paid-up equity share capital of the Holding Company as on the date of approval of shareholders, from the secondary market. The Holding Company has not granted any options/ SARs under the said Scheme as at 31 March 2024.

**C. Fair Valuation:**

The details of the Fair value of the options / SARs as determined by an Independent firm of Chartered Accountants, for the respective plans using the Black-Scholes Merton Option Pricing Model -

	<b>DSL ESOP - 2008</b>		
	<b>97,00,000 Options Regranted</b>	<b>8,80,600 Options Regranted</b>	<b>18,00,000 Options Regranted</b>
1. Exercise price (₹)	24.15	254.85	68.00
2. Expected volatility *	42.97%	47.15%	69.05%
3. Option Life (Weighted Average) (in years)	6	6	6
4. Expected Dividends yield	10.82%	1.10%	1.01%
5. Risk Free Interest rate	7.45%	7.56%	5.50%
6. Fair value of the options (₹)	4.31	130.05	34.58
	<b>DSL ESOP - 2009</b>		
	<b>20,50,000 Options</b>	<b>95,00,000 Options Regranted</b>	<b>1,00,00,000 Options Regranted</b>
1. Exercise price (₹)	31.35	16	219.65
2. Expected volatility *	48.96%	40.74%	46.70%
3. Expected forfeiture percentage on each vesting date	Nil	Nil	Nil
4. Expected dividends yield	6.86%	16.33%	1.27%
5. Risk free interest rate	8.05%	7.45%	6.54%
6. Fair value of the options (₹)	9.39	1.38	106.31
	<b>DSL ESOP - 2009</b>	<b>DSL-ESBS 2020</b>	<b>DSL-ESBS 2019</b>
	<b>98,00,000 Options</b>	<b>93,00,000 SARs</b>	<b>1,04,00,000 SARs</b>
1. Exercise price (₹)	68	250	250
2. Expected volatility *	69.05%	76.57%	68.45%
3. Expected forfeiture percentage on each vesting date	6	Nil	Nil
4. Expected dividends yield	1.01%	1.26%	1.71%
5. Risk free interest rate	5.50%	4.36%	4.17%
6. Fair value of the options (₹)	34.58	65.82	55.49

\* The expected volatility was determined based on historical volatility data.



Note - 43

Employee stock option schemes: (continued)

	<b>DSL ESOP - 2008 &amp; 2009</b>				
	<b>18,00,000 and 98,00,000</b>				
	<b>Options</b>				
	<b>28-Jun-23</b>	<b>28-Jun-24</b>	<b>28-Jun-25</b>	<b>28-Jun-26</b>	<b>28-Jun-27</b>
1. Vesting Date					
2. Exercise price (₹)	30	30	30	30	30
3. Expected volatility *	70.92%	68.20%	66.66%	65.39%	63.19%
4. Expected forfeiture percentage on each vesting date	Nil	Nil	Nil	Nil	Nil
5. Expected dividends yield	0.66%	0.66%	0.66%	0.66%	0.66%
6. Risk free interest rate	6.70%	6.87%	6.97%	7.05%	7.09%
7. Fair value of the options (₹)	15.69	17.00	18.15	19.09	19.69
8. Average Price			<b>17.92</b>		

\* The expected volatility was determined based on historical volatility data.

D. Share based payment expense:

The Company has provided for Share based payments expenses in the Statement of Profit and loss as follows:

	<b>For the year ended March 31, 2024</b>	<b>For the year ended March 31, 2023</b>
Share based payments expenses/(reversal)	53.66	(135.65)
	<b>53.66</b>	<b>(135.65)</b>

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Note - 44  
Financial instruments

A Financial assets and liabilities

The carrying amounts of financial instruments by category are as follows:

Particulars	Note No.	As at	
		31 March 2024	31 March 2023
<b>Financial assets measured at amortised cost</b>			
Cash and cash equivalents	3	6,007.02	2,606.02
Bank balance other than cash and cash equivalents	4	34,121.35	33,648.44
Trade receivables	5	6,932.04	5,714.02
Other receivables	5	-	-
Loans	6	7,594.15	2,234.90
Other financial assets	7	2,643.63	3,288.47
<b>Total</b>		<b>57,298.19</b>	<b>47,491.85</b>
<b>Financial liabilities measured at amortised cost</b>			
Trade payables	12	95.94	19.42
Borrowings (other than debt securities but including interest accrued)	13	14,376.00	-
Finance Lease obligations	14	82.51	99.06
Other financial liabilities	15	13,498.99	11,162.99
<b>Total</b>		<b>28,053.44</b>	<b>11,281.47</b>

B Fair values hierarchy

As per Ind AS 107, 'Financial Instruments: Disclosures', the fair values of the financial assets or financial liabilities are defined as the price that would be received on sale of asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Financial assets and financial liabilities are measured at fair value in the financial statements and are grouped into three Levels of a fair value hierarchy. The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities and lowest priority to unobservable inputs. The three Levels are defined based on the observability of significant inputs to the measurement, as follows:

- Level 1:** Quoted prices (unadjusted) for identical instruments in an active market.
- Level 2:** Directly (i.e. as prices) or indirectly (i.e. derived from prices) observable market inputs, other than Level 1 inputs, and
- Level 3:** Inputs which are not based on observable market data (unobservable inputs).

B.1 Fair value of instruments measured at amortised cost

Fair value of instruments measured at amortised cost for which fair value is disclosed is as follows, these fair values are calculated using Level 3 inputs:

Particulars	As at		As at	
	31 March 2024		31 March 2023	
	Carrying value	Fair value	Carrying value	Fair value
<b>Financial assets</b>				
Cash and cash equivalents	6,007.02	6,007.02	2,606.02	2,606.02
Bank balances other than cash and cash equivalents	34,121.35	34,121.35	33,648.44	33,648.44
Trade receivables	6,932.04	6,932.04	5,714.02	5,714.02
Loans	7,594.15	7,594.15	2,234.90	2,234.90
Other financial assets	2,643.63	2,643.63	3,288.47	3,288.47
<b>Total</b>	<b>57,298.19</b>	<b>57,298.19</b>	<b>47,491.85</b>	<b>47,491.85</b>
<b>Financial liabilities</b>				
Trade payables	95.94	95.94	19.42	19.42
Borrowings (other than debt securities)	14,376.00	14,376.00	-	-
Finance Lease obligations	82.51	82.51	99.06	99.06
Other financial liabilities	13,498.99	13,498.99	11,162.99	11,162.99
<b>Total</b>	<b>28,053.44</b>	<b>28,053.44</b>	<b>11,281.47</b>	<b>11,281.47</b>

The management assessed that fair values of cash and cash equivalents, other bank balances, trade receivables, loans, trade payables, finance lease obligations and other financial liabilities approximate their respective carrying amounts, largely due to the short-term maturities of these instruments.

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**Note - 45**

**Financial risk management**

**i) Risk Management**

The Company's activities expose it to market risk, liquidity risk and credit risk. The Company's board of directors has overall responsibility for the establishment and oversight of the Company risk management framework. The Company's risk are managed by a treasury department under policies approved by the board of directors. The board of directors provides written principles for overall risk management. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, investments, loans, trade receivables and other financial assets	Ageing analysis	Highly rated bank deposits and diversification of asset base and collaterals taken for assets
Liquidity risk	Borrowings, trade payables and other financial liabilities	Cash flow forecasts	Committed borrowing and other credit facilities
Market risk - interest rate	Borrowings	Sensitivity analysis	Negotiation of terms that reflect the market factors

In order to avoid excessive concentrations of risk, the Company's policies and procedures include specific guidelines to focus on maintaining a diversified portfolio. Identified concentrations of credit risks are controlled and managed accordingly.

**A) Credit risk**

Credit Risk arises from the potential that an obligor is either unwilling to perform on an obligation or its ability to perform such obligation is impaired resulting in economic loss to the company. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, other bank balances, investments, loan assets, trade receivables and other financial assets. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls.

**a) Credit risk management**

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. The Company assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Company assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets:

- (i) Low credit risk
- (ii) Moderate credit risk
- (iii) High credit risk

The company provides for expected credit loss based on the following:

Nature	Assets covered	Basis of expected credit loss
Low credit risk	Cash and cash equivalents, other bank balances, investments, trade receivables, other receivables, loans and other financial assets	Life time expected credit loss or 12 month expected credit loss
Moderate credit risk	Trade receivables	Life time expected credit loss
High credit risk	Other receivables	Life time expected credit loss or fully provided for

Assets are written off when there is no reasonable expectation of recovery. The Company continues to engage with parties whose balances are written off and attempts to enforce repayment. Recoveries made are recognised in statement of profit and loss.

**Financial assets that expose the entity to credit risk\***

Particulars	As at 31 March 2024	As at 31 March 2023
(i) <b>Low credit risk</b>		
Cash and cash equivalents	6,007.02	2,606.02
Bank balance other than cash and cash equivalents	34,121.35	33,648.44
Trade receivables	6,932.04	5,714.02
Other receivables	-	-
Loans	7,594.15	2,234.90
Other financial assets	2,643.63	3,288.47
(ii) <b>Moderate credit risk</b>		
Trade receivables	894.41	984.52
(iii) <b>High credit risk</b>		
Other financial assets	10.20	25.32

\* These represent gross carrying values of financial assets, without deduction for expected credit losses

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**Note - 45**

**Financial risk management (continued)**

**Cash and cash equivalents**

Credit risk related to cash and cash equivalents is managed by only accepting highly rated banks and diversifying accounts in different banks across the country.

**Bank balance other than cash and cash equivalents**

Credit risk related to Bank balance other than cash and cash equivalents is managed by only accepting highly rated banks and diversifying accounts in different banks across the country.

**Trade and Other receivables**

Credit risk related to trade receivables is managed by monitoring the recoverability of such amounts continuously

**Other financial assets measured at amortized cost**

Other financial assets measured at amortized cost includes loans, security deposits and others. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously.

**b) Credit risk exposure**

**i) Expected credit losses for financial assets**

As at 31 March 2024	Estimated gross carrying amount at default	Expected credit losses	Carrying amount net of impairment provision
Cash and cash equivalents	6,007.02	-	6,007.02
Bank balances other than cash and cash equivalents	34,121.35	-	34,121.35
Trade receivables	7,826.45	894.41	6,932.04
Loans	7,594.15	-	7,594.15
Other financial assets	2,653.83	10.20	2,643.63
<b>As at 31 March 2023</b>	<b>Estimated gross carrying amount at default</b>	<b>Expected credit losses</b>	<b>Carrying amount net of impairment provision</b>
Cash and cash equivalents	2,606.02	-	2,606.02
Bank balances other than cash and cash equivalents	33,648.44	-	33,648.44
Trade receivables	6,698.54	984.52	5,714.02
Other receivables	-	-	-
Loans	2,234.90	-	2,234.90
Other financial assets	3,313.79	25.32	3,288.47

**(ii) Reconciliation of loss allowance provision from beginning to end of reporting period:**

Reconciliation of loss allowance	Trade receivables	Other receivables	Other financial assets
<b>Loss allowance on 1 April 2022</b>	904.52	854.57	13.32
Impairment loss allowance during the year	80.00	-	12.00
Loss allowance written back	-	-	-
Write - offs/ Reversals	-	(854.57)	-
<b>Loss allowance on 31 March 2023</b>	<b>984.52</b>	<b>-</b>	<b>25.32</b>
Impairment loss allowance during the year	91.54	-	-
Loss allowance written back	-	-	-
Write - offs/ Reversals	(181.65)	-	(15.12)
<b>Loss allowance on 31 March 2024</b>	<b>894.41</b>	<b>-</b>	<b>10.20</b>

**c) Concentration of trade receivables and other receivables**

The Company carries on the business as stock broker on the National Stock Exchange of India Limited ("NSE") and the BSE Limited ("BSE") and commodities broker on Multi Commodity Exchange of India Limited ("MCX"), depository participants and renders other related ancillary services. The Company's outstanding receivables are for stock /commodity broking on exchanges and depository participants. Loans and other financial assets majorly represents margin funding loans and deposits given for business purposes.



Note - 45

Financial risk management (continued)

B) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

The Company maintains flexibility in funding by maintaining availability under committed credit lines. Management monitors the Company's liquidity positions (also comprising the undrawn borrowing facilities) and cash and cash equivalents on the basis of expected cash flows. The Company also takes into account liquidity of the market in which the entity operates

(i) Financing arrangements

The Company had access to the following funding facilities:

As at 31 March 2024	Total facility	Drawn	Undrawn
- Expiring within one year	10,000.00	-	10,000.00
- Expiring beyond one year	25,000.00	-	25,000.00
<b>Total</b>	<b>35,000.00</b>	<b>-</b>	<b>35,000.00</b>

As at 31 March 2023	Total facility	Drawn	Undrawn
- Expiring within one year	400.00	-	400.00
- Expiring beyond one year	25,000.00	-	25,000.00
<b>Total</b>	<b>25,400.00</b>	<b>-</b>	<b>25,400.00</b>

(ii) Maturities of financial assets and liabilities

The tables below analyse the Company financial assets and liabilities into relevant maturity groupings based on their contractual maturities

The amounts disclosed in the table are the contractual undiscounted cash flows:

As at 31 March 2024	Less than 1 year	1-3 years	More than 3 years	Total
<b>Non-derivatives</b>				
Cash and cash equivalents	6,007.02	-	-	6,007.02
Bank balances other cash and cash equivalents	34,121.35	-	-	34,121.35
Trade receivables	7,826.45	-	-	7,826.45
Loans	7,594.15	-	-	7,594.15
Other financial assets	2,238.52	-	415.31	2,653.83
<b>Total undiscounted financial assets</b>	<b>57,787.49</b>	<b>-</b>	<b>415.31</b>	<b>58,202.80</b>
<b>Non-derivatives</b>				
Trade payables	95.94	-	-	95.94
Borrowings other than debt securities	14,376.00	-	-	14,376.00
Finance Lease obligations	19.25	47.74	15.52	82.51
Other financial liabilities	13,498.99	-	-	13,498.99
<b>Total undiscounted financial liabilities</b>	<b>27,990.18</b>	<b>47.74</b>	<b>15.52</b>	<b>28,053.44</b>
<b>Net undiscounted financial assets/(liabilities)</b>	<b>29,797.31</b>	<b>(47.74)</b>	<b>399.79</b>	<b>30,149.36</b>

As at 31 March 2023	Less than 1 year	1-3 years	More than 3 years	Total
<b>Non-derivatives</b>				
Cash and cash equivalents	2,606.02	-	-	2,606.02
Bank balances other cash and cash equivalents	33,648.44	-	-	33,648.44
Trade receivables	6,698.54	-	-	6,698.54
Loans	2,234.90	-	-	2,234.90
Other financial assets	2,319.46	-	994.33	3,313.79
<b>Total undiscounted financial assets</b>	<b>47,507.36</b>	<b>-</b>	<b>994.33</b>	<b>48,501.69</b>
<b>Non-derivatives</b>				
Trade payables	19.42	-	-	19.42
Finance Lease obligations	16.55	66.99	15.52	99.06
Other financial liabilities	11,162.99	-	-	11,162.99
<b>Total undiscounted financial liabilities</b>	<b>11,198.96</b>	<b>66.99</b>	<b>15.52</b>	<b>11,281.47</b>
<b>Net undiscounted financial assets/(liabilities)</b>	<b>36,308.40</b>	<b>(66.99)</b>	<b>978.81</b>	<b>37,220.22</b>



**Note - 45**

**Financial risk management (continued)**

**C) Market risk**

**a) Foreign currency risk**

The Company has not entered into any foreign currency transactions and is not exposed to foreign exchange risk arising from recognised assets and liabilities denominated in a currency that is not the functional currency of the Company. The Company did not have any foreign currency receivables and payables as at 31 March 2024 (Previous year Rs. Nil).

**b) Interest rate risk**

**i) Liabilities**

The Company's policy is to minimise interest rate cash flow risk exposures on long-term financing. At 31 March 2024, the Company is not exposed to changes in market interest rates.

*Interest rate risk exposure*

Below is the overall exposure of the Company to interest rate risk.

Particulars	As at 31 March 2024	As at 31 March 2023
<b>Variable rate liabilities</b>	-	-
<b>Fixed rate liabilities</b>		
Borrowings (other than debt securities)	-	-
<b>Total</b>	-	-

*Sensitivity*

Below is the sensitivity of profit or loss in interest rates.

Particulars	As at 31 March 2024	As at 31 March 2023
<b>Interest sensitivity</b>		
Interest rates – increase by 0.50%	-	-
Interest rates – decrease by 0.50%	-	-

**ii) Assets**

The Company's fixed deposits are carried at amortised cost and are fixed rate deposits. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

**c) Price risk**

**i) Exposure**

As at 31 March 2024 (Previous year Rs. Nil), the Company had no investments in Quoted Equity Instruments subject to price risk.

**Note - 46**

**Capital management**

The Company's capital management objectives are

- to ensure the Company's ability to continue as a going concern
- to comply with externally imposed capital requirements
- to provide an adequate return to shareholders

The Company monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of balance sheet.

Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. This takes into account the subordination levels of the Company's various classes of debt. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

Particulars	As at 31 March 2024	As at 31 March 2023
Net debt*	8,368.98	-
Total equity	33,322.48	40,635.86
<b>Net debt to equity ratio</b>	<b>0.25</b>	-

\* Net debt includes borrowings other than debt securities + interest accrued - cash and cash equivalents.

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**Note - 47**

**Leases:**

The Company has lease contracts for various office premises used in its operations. The Company's obligations under its leases are secured by the lessor's title to the leased assets. Generally, the Company is restricted from assigning and subleasing the leased assets.

The Company also has certain leases of office premises with lease terms of 12 months or less. The Company applies the 'short-term lease' recognition exemptions for these leases.

Leases are shown as follows in the Company's balance sheet and Statement of profit and loss.

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the period:

Following are the changes in the carrying value of right of use assets :

**Following are the changes in the carrying value of right of use assets ("RoU Assets") for the year ended 31 March 2024:**

Particulars	As at 31 March 2024	As at 31 March 2023
Opening balance at the beginning of the year	90.73	110.50
Additions during the year	-	-
Derecognition of RoU asset	-	-
Amortisation expense*	(19.83)	(19.77)
Amortisation adjustment	-	-
<b>Closing balance at the end of year</b>	<b>70.90</b>	<b>90.73</b>

\*The aggregate depreciation expense on ROU assets is included under depreciation and amortization expense in the Statement of Profit and Loss.

**The following is the movement in lease liabilities during the year ended 31 March 2024:**

Particulars	As at 31 March 2024	As at 31 March 2023
Opening balance at the beginning of the year	99.06	113.22
Additions during the year	-	-
Derecognition of lease liabilities	-	-
Finance cost accrued during the period	7.50	8.75
Payment of lease liabilities	(24.05)	(22.91)
<b>Closing balance at the end of year</b>	<b>82.51</b>	<b>99.06</b>

The following is the income from subleasing right-of-use assets during the year ended 31 March 2024: NIL

The table below provides details regarding the contractual maturities of lease liabilities as at 31 March 2024 on an undiscounted basis:

Particulars	As at 31 March 2024	As at 31 March 2023
Within One year	19.25	16.55
One to Five years	63.26	82.51
More than Five years	-	-

Rental expense recorded for short-term leases is Rs. 12.57 lakh (previous year Rs 8.39 lakh) for the year ended 31 March 2024.

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**Note - 48**

**Maturity analysis of assets and liabilities**

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.

	As at 31 March 2024		As at 31 March 2023	
	Within 12 months	After 12 months	Within 12 months	After 12 months
(a) Cash and cash equivalents	6,007.02	-	2,606.02	-
(b) Bank balance other than cash and cash	34,121.35	-	33,648.44	-
(c) Receivables				
(i) Trade receivables	6,932.04	-	5,714.02	-
(ii) Other receivables	-	-	-	-
(d) Loans	7,594.15	-	2,234.90	-
(e) Other financial assets	2,238.52	405.11	2,319.46	969.01
	<b>56,893.08</b>	<b>405.11</b>	<b>46,522.84</b>	<b>969.01</b>
<b>Non-financial assets</b>				
(a) Current tax assets (net)	-	87.85	-	87.83
(b) Deferred tax assets (net)	-	824.94	-	854.13
(c) Property, plant and equipment	-	875.16	-	516.03
(d) Intangible assets under development	-	-	-	9.00
(e) Other intangible assets	-	1,862.35	-	2,235.32
(f) Right of Use Assets	217.58	70.90	159.51	90.73
(g) Other non-financial assets	1,701.54	-	1,700.00	-
	<b>217.58</b>	<b>5,422.74</b>	<b>159.51</b>	<b>5,493.04</b>
<b>TOTAL ASSETS</b>	<b>57,110.66</b>	<b>5,827.85</b>	<b>46,682.35</b>	<b>6,462.05</b>
<b>Financial liabilities</b>				
(a) Payables				
Trade payables				
(i) total	74.81	-	-	-
outstanding dues of				
(ii) total	21.13	-	19.42	-
creditors other than				
(b) Borrowings (other than debt securities)	14,376.00	-	-	-
(c) Finance Lease obligations	19.25	63.26	16.55	82.51
(d) Other financial liabilities	13,498.99	-	11,162.99	-
	<b>27,990.18</b>	<b>63.26</b>	<b>11,198.96</b>	<b>82.51</b>
<b>Non-financial Liabilities</b>				
(a) Current tax liabilities (net)	438.43	-	203.81	-
(b) Provisions	34.77	515.04	8.54	398.00
(c) Other non-financial liabilities	574.35	-	616.72	-
	<b>1,047.55</b>	<b>515.04</b>	<b>829.07</b>	<b>398.00</b>
<b>TOTAL LIABILITIES</b>	<b>29,037.73</b>	<b>578.30</b>	<b>12,028.03</b>	<b>480.51</b>

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**Dhani Stocks Limited**  
**Notes to financial statements for the year ended 31 March 2024**  
*(All amounts in Rs. Lakhs unless otherwise stated)*

**Note - 49**

In respect of amounts as mentioned under Section 124 of the Companies Act, 2013, there were no dues required to be credited to the Investor Education and Protection Fund as on 31 March 2024 (Previous year : Rs. Nil).

**Note - 50**

**Analytical Ratios**

Additional regulatory information required under WB(xvi) of Division III of Schedule III to the Act, as amended, disclosure of ratios, is not applicable to the Company as it is in the broking business and not an NBFC registered under Section 45-IA of the Reserve Bank of India Act, 1934

**Note - 51**

**Year ended March 31, 2024:** In accordance with the provisions of section 135 of the Companies Act 2013, the Company was to spend a sum of Rs. 35.93 lakhs towards CSR activities during the year ended 31 March 2024. During the year ended March 31, 2024, the Company had contributed Rs. 35.93 lakhs, being the amount required to be spent by the Company towards Corporate Social Responsibility expenses to a Trust, known as Krishnavanti Memorial Educational Trust. The said amount was not utilised/ spent for the intended CSR activities by the trust till March 31, 2024. The Trust has since spent the amount of contribution made by the Company towards Promotion of education and scholarship to students, prior to the approval of these financial statements.

**Year ended March 31, 2023:** In accordance with the provisions of section 135 of the Companies Act 2013, the Company was to spend a sum of Rs. 18.37 lakhs towards CSR activities during the year ended 31 March 2023. During the year ended March 31, 2023, the Company had contributed Rs. 18.37 lakhs, being the amount required to be spent by the Company towards Corporate Social Responsibility expenses to a Trust, known as Indiabulls Foundation trust. The said amount was utilised/ spent for the intended CSR activities by the trust till March 31, 2024. The Trust has since spent the amount of contribution made by the Company towards Promotion of Education including Scholarship to Students.

**Note - 52**

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

(a) 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  
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(ii) The Company has not advanced or loaned or invested any funds from any person(s) or entity(ies), including foreign entities ( Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediaries shall;

(a) 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  
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

**Note - 53**

The Company has not been declared a wilful defaulter by any bank or financial institution or other lender during the year and previous year.

**Note - 54**

The Company has not entered into any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 during the year ended March 31, 2024 and March 31, 2023.

**Note - 55**

There are no charges or satisfaction required to be registered by the Company with Registrar of Companies by the Company during the year except as follows:

Brief Description of the charge	Location of the Registrar	Due date of registration	Period (months) by which such charge had to be registered	Reason for delay in registration
Overdraft against fixed deposits	Registrar of Companies, NCT of Delhi and Harvana	06-Dec-23	116	The Company will register the required charge once disbursal of the facility is taken.

**Note - 56**

The Company did not enter into any transactions which are not recorded in the books of accounts and has been surrendered or disclosed as income during the year (Previous year: rs. Nil) in the tax assessments under the Income Tax Act, 1961.

**Note - 57**

The Company has not traded or invested in crypto currency or virtual currency during the financial year ended March 31, 2024 and March 31, 2023.

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Note - 58


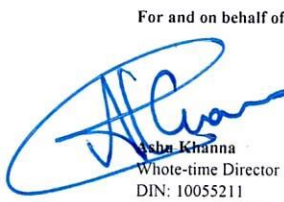
Prior year figures have been regrouped, wherever necessary, to conform to the current year presentation.

For Ajay Sardana Associates  
Chartered Accountants  
Firm Registration No. 016827N



Rahul Mukhi  
Partner  
Membership No. 099719  
New Delhi, 16th May 2024

For and on behalf of the Board of Directors



Asha Khanna  
Whole-time Director  
DIN: 10055211  
Gurugram, 16th May 2024

Raj Kumar Gupta  
Director  
DIN: 02391806  
Gurugram, 16th May 2024



Anshik Jain  
Chief Financial Officer  
Gurugram, 16th May 2024



Sanjana  
Company Secretary  
Gurugram, 16th May 2024

