



# DYNAMIC SERVICES & SECURITY LIMITED

(ISO 9001:2015 & ISO 45001:2018 certified organisation)

CIN: L74999WB2016PLC218387

Date: 07.09.2024

To,  
The Manager  
Listing Department  
National Stock Exchange of India Limited  
Exchange Plaza, 5th Floor, Plot No. C/1,  
G Block, Bandra- Kurla Complex, Bandra,  
Mumbai-400051, Maharashtra  
Symbol: - DYNAMIC

Dear Sir/ Madam,

**Sub: Submission of Revised Annual Report for the Financial Year 2023-24**

This is to bring to your attention that the Annual Report for the Financial Year ended 31st March, 2024 was inadvertently submitted without the inclusion of the Financial Statements.

We are hereby submitting the revised Annual Report, which now includes the Financial Statements and all annexures, for the Financial Year ended 31st March, 2024.

We kindly request you to take this revised version on record and disseminate it to the members accordingly

Thanking You,

Yours Faithfully,

FOR DYNAMIC SERVICES & SECURITY LIMITED

JUGAL  
KISHORE  
BHAGAT

Digitally signed by  
JUGAL KISHORE  
BHAGAT  
Date: 2024.09.07  
15:45:44 +05'30'

**Jugal Kishore Bhagat**

Managing Director

DIN: 02218545

Cc:

<b>Cameo Corporate Services Limited</b>  "Subramanian Building", 1, Club House Road,  Chennai - 600 002, India	<b>Central Depository Services (India) Ltd.</b>  Marathon Futurex, A-wing,  25 <sup>th</sup> Floor, Trade World,  NM Joshi Marg, Lower Parel, Mumbai – 400013	<b>National Securities Depository Limited</b>  Trade World, A wing, 4 <sup>th</sup> Floor, Kamla Mills Compound, Lower Parel, Mumbai - 400013
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**Address:** 375, Dakshindari Road, Parganas North, Kolkata, West Bengal -700 048

**Phone No:** 033 – 4008 7463, **Email:** cs@dssl.ind.in,

**Website:** www.dssl.ind.in



**DYNAMIC**  
**SERVICES & SECURITY**  
**LIMITED**

**8<sup>th</sup> ANNUAL REPORT**  
**FINANCIAL YEAR 2023-2024**



## CORPORATE INFORMATION

### BOARD OF DIRECTORS

Mr. Jugal Kishore Bhagat	: Managing Director
Mrs. Rekha Bhagat	: Non-Executive Director
Mrs. Rekha Devi Bhagat	: Executive Director
Mr. Hakimuddin Siyawala	: Non-Executive Director
Mr. Prabir Kundu	: Independent Director
Mr. Pranay Mishra	: Independent Director

### KEY MANAGERIAL PERSONNEL

Mrs. Sushma Kumari Agarwal	: Company Secretary & Compliance Officer
Ms. Vinita Yadav	: Chief Financial Officer

### BOARD COMMITTEES

#### Audit Committee

Mr. Pranay Mishra	: Chairman
Mr. Prabir Kundu	: Member
Mr. Jugal Kishore Bhagat	: Member

#### Nomination & Remuneration Committee

Mr. Pranay Mishra	: Chairman
Mr. Prabir Kundu	: Member
Mrs. Rekha Bhagat	: Member

#### Stakeholder Relationship Committee

Mr. Pranay Mishra	: Chairman
Mrs. Rekha Devi Bhagat	: Member
Mrs. Rekha Bhagat	: Member

Corporate Identity No. (CIN) : L74999WB2016PLC218387

Bankers : Punjab National Bank  
: Indian Overseas Bank

Registered Office : 375, Dakshindari Road, Kolkata – 700048,  
West Bengal  
Contact No. 033-40087463  
Email: [cs@dssl.ind.in](mailto:cs@dssl.ind.in)  
Website: [www.dssl.ind.in](http://www.dssl.ind.in)

Corporate Office : Unit No. 708, 7<sup>th</sup> Floor, ECO Centre, Block-  
EM-4 Sector- V, Salt Lake, Kolkata-700091  
West Bengal



**Statutory Auditors**

: M/s. Bijan Ghosh & Associates.  
Chartered Accountants,  
C-16, Green Park, P. Majumder Road,  
Kolkata-700078

**Secretarial Auditors**

: M/s. Ankita Dey & Associates.  
Practicing Company Secretaries  
Uttar Madarat, Paschim Para,  
Baruipur (P), Madarat,  
24 Paraganas (S), Kolkata-  
743610

**Registrar & Share Transfer Agent**

: Cameo Corporate Services Limited  
Subramanian Building, No.1  
Club House Road,  
Chennai – 600002, India  
Tel No. 044-28460390  
Email id: [cameo@cameoindia.com](mailto:cameo@cameoindia.com)  
Website: [www.cameoindia.com](http://www.cameoindia.com)

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## NOTICE OF 8<sup>TH</sup> ANNUAL GENERAL MEETING

Notice is hereby given that the **8<sup>th</sup> Annual General Meeting of the members of Dynamic Services & Security Limited** will be held on **01:00 P.M.** Indian Standard Time ('IST') on **Monday, 30<sup>th</sup> September, 2024** through Video Conferencing ('VC') or Other Audio-Visual Means ('OAVM') to seek the consent of the shareholders of the Company ("Members"), on the agenda herein below through remote electronic voting ("E-voting"). The proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company which shall be the deemed venue of the AGM.

### ORDINARY BUSINESS:

- 1. To consider and adopt the audited standalone and consolidated financial statements of the Company for the financial year ended March 31, 2024 together with the reports of the board of directors and auditors' thereon and in this regard to consider and if thought fit, to pass the following resolution as an Ordinary Resolution.**

**"RESOLVED THAT** the audited standalone and consolidated financial statements of the Company comprising of the balance sheet as at March 31, 2024, the statement of profit and loss, cash flow statement and statement of equity, for the financial year ended on that date, together with the notes thereto, report of the board of directors ("Board") and auditors' report thereon, as circulated to the members and laid before the meeting, be and are hereby considered and adopted."

- 2. To re-appoint Mr. Jugal Kishore Bhagat (DIN: 02218545), Managing Director, who retires by rotation and being eligible, offers himself for re-appointment and in this regard to consider and if thought fit, to pass the following resolution as an Ordinary Resolution.**

**"RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force) ("Act"), Mr. Jugal Kishore Bhagat (DIN: 02218545), Managing Director, who retires by rotation at this Annual General Meeting and being eligible for such re-appointment, be and is hereby re-appointed as Managing Director, liable to retire by rotation."

### SPECIAL BUSINESS:

- 3. Appointment of Mrs. Priya Rudra (DIN-10765261) as an Independent Director of the Company:**



To consider and if thought fit, to pass the following resolution as a **Special Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152 of the Companies Act, 2013, the Companies (Appointment and Qualifications of Directors) Rules, 2014 read with Schedule IV thereto, and Regulation 16, Regulation 17 and Regulation 25 and other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, each as amended from time to time, and other applicable provisions, if any, read with the Articles of Association of the Company and as recommended by the Nomination and Remuneration Committee and the Board of Directors, Mrs. Priya Rudra (DIN- 10765261) who is eligible for appointment be and is hereby appointed as a Non-Executive Independent Director of the Company not liable to retire by rotation, to hold office for a term of five (5) years from the conclusion of this Annual General Meeting up to the conclusion of the Annual General Meeting of the Company to be held in the calendar year 2029, or the expiry of five (5) years, whichever is earlier.

**“RESOLVED FURTHER THAT** the Board be and is hereby severally authorized to do all such acts, deeds, matters and things and take all such steps as may be necessary, proper, expedient or desirable for the purpose of giving effect to this resolution and for matters connected therewith or incidental thereto.

#### **4. Appointment of Mr. Nirmalya Sircar (DIN 01822540) as Non-Executive Non-Independent Director of the Company**

To consider and if thought fit, to pass the following resolution as a **Special resolution**

**“RESOLVED THAT** pursuant to the provisions of Sections 152 and other applicable provisions, if any, of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and as per the recommendation of the Nomination and Remuneration Committee, **Mr. Nirmalya Sircar (DIN 01822540)** be and is hereby appointed as a Non-Executive and Non-Independent Director of the Company for a term of 5 years, liable to retire by rotation.”

**“RESOLVED FURTHER THAT** any director of the Company be and is hereby authorized to file the necessary forms with the Registrar of Companies and to do all such acts, deeds, and things as may be necessary to give effect to the above resolution.”

**“FURTHER RESOLVED THAT** any Director of the Company be and is hereby authorized, on behalf of the Company, to do all acts, deeds, matters and things as deem necessary, proper or desirable and to sign and execute all necessary documents, applications and returns for the purpose of giving effect to the aforesaid resolution along with filing of necessary E-form as return of appointment with the **Registrar of Companies.**”

#### **5. Change in Object Clause of the Company**

To consider and if thought fit, to pass the following resolution as a **Special Resolution**:

**“RESOLVED THAT** pursuant to the provisions of Section 13 and other applicable provisions, if any, of Companies Act, 2013, (including any statutory modifications or re-enactment thereof, for the time being in force), and the rules framed there under, consent of the shareholders of the Company in the General Meeting be and is hereby accorded, subject to the approval of the Registrar of Companies, West Bengal, to insert the following objects in Clause III (A) in the Memorandum of Association of Company



1. To carry on business of manufacturing, producing, processing, generating, accumulating, distributing, transferring, preserving, mixing, supplying, contracting, managing, leasing, renting, utilising of electricity, steam, power, solar energy, wind energy, biomass energy, geothermal, hydel energy, tidal and wave energy, other conventional and non-conventional and renewable energy sources.
2. To carry out business of manufacturing, trading, import, export, installation, and operation of Solar systems for energy generation including Solar Photovoltaic, Solar Thermal, Solar Chimney and any other Solar based devices used in households, industry and commercial establishments business of Energy Generation, transmission, distribution, Power trading based on Thermal, Hydro, Nuclear and Gas and including manufacture, trading, export, import of power related equipment and systems.
3. To carry on in India or abroad the business of establishing, commissioning, setting up, operating and maintaining electric power transmission systems/ networks, power systems, generating stations based on conventional/ nonconventional resources for evacuation, transmission, distribution or supply of power through establishing or using stations, tie-lines, sub-stations and transmission or distribution lines in any manner including build, own and transfer (BOT), and/or build, own and operate (BOO) and/or build, own, lease and transfer (BOLT) and/or build, own, operate and transfer (BOOT) basis or otherwise, and to acquire in any manner power transmission systems/networks, power systems, generation stations, tie-lines, sub-stations and transmission or distribution systems from State Electricity Boards, Vidyut Boards, Power Utilities, Generating Companies, Transmission Companies, Distribution Companies, Central or State Government Undertakings, Licensees, other local authorities or statutory bodies, other captive or independent power producers and distributors and to do all the ancillary , related or connected activities as may be considered necessary or beneficial or desirable for or along with any or all of the aforesaid purposes which can be conveniently carried on these systems, networks or platforms.
4. To carry on the business of purchase, sale, supply, import, distribute, export, or transfer / exchange and to deal as trader, agent, broker, representative or otherwise deal in all forms of electricity and in other forms of energy from any source whatsoever, both conventional and non -conventional and any other commodities, products, goods.
5. To plan, develop, establish, erect, construct, acquire , operate, run, manage, hire, lease, buy, sell, maintain, enlarge, alter, renovate, modernize, work and use power system networks of all types including ultra-high voltage (UHV), extra-high voltage (EHV), high voltage (HV), high voltage direct current (HVDC), medium voltage (MV) and low voltage (LV) lines and associated stations, substations, transmission and distribution centers, systems and networks and to lay cables, wires, accumulators, plants, motors, meters, apparatus, computers, telecommunication and telemetering equipment and other materials connected with generation, transmission, distribution, supply and other ancillary activities relating to the solar power and to undertake for and on behalf of others all these activities in any manner.
6. To carry on the trade or business of service contractors and engineers in any branch of industry as also manufacturers; builders and contractors of every type and description and to own, control, manage or to erect, construct, maintain, alter, repair, pull down and restore either alone or jointly or in collaboration with any other or others, works of all descriptions in particular Gas pipe line, barrages,dams, sluices, locks, embankments, quarries breakwaters, docks, quays, harbours, pixels, wharves, canals, tanks, bridges, aqueducts, reservoirs, irrigation, reclamation, improvement, river works of all kinds, railways, waterways, waterworks, roads, bridges, warehouses, offices, factories, mills, engines, steel plant, machinery and equipment of every descriptions, gas works drainage and sewerage works and buildings of every description in and outside the union of India and to take over



the business of Gayatri Engineering Company, a Partnership Firm, as a going concern.

7. To carry on the trade or business of consultants, technicians, service contractors and engineers in any branch of industry, including mining, metallurgical, chemical, electrical, sanitary, water works, industrial, civil, mechanical and structural and to supply and furnish pursuant to such contractual or other arrangements as may be entered into professional, technical, sales, Share Trading Network, Data Management, Retail and wholesale Medicine and other services in and outside the union of India to any person, firm or corporation in connection with the setting up, establishment, working and operation of any industry and for all or any of the purposes aforesaid.

**A. MATTERS WHICH ARE NECESSARY FOR FURTHERANCE OF THE OBJECTS SPECIFIED IN CLAUSE III(A) ARE: —**

1. To form incorporate, promote, purchase, acquire, undertake or takeover, the whole or any part of the business, profession, goodwill, assets, properties (movable or immovable), contracts, agreements, rights, privileges, effects, obligations and liabilities of any persons, firm or company or companies carrying on all or any of proposing to carry on or ceasing to carry on any business, profession or activities which the company is authorised to carry on or the acquisition of all or any of the properties, rights and assets of any company or subject to the provisions of the Companies Act, 2013, the control and management of the company or the undertaking of the acquisitions of any other object or objects which in the opinion of the Company could or might directly or indirectly be beneficial or advantageous to the Company and to pay all or any of the costs and expenses incurred in connection with any such promotion or incorporation or takeover or acquisition and to remunerate any person, firm or company in any manner, it shall think fit for services rendered or to be rendered for and in respect of such promotion or incorporation or takeover or acquisition or in obtaining subscription of or the placing of any shares, stocks, bonds, debentures, obligations or securities of any such company or companies, subject to the provisions of the Companies Act, 2013.
2. Subject to the provisions of applicable law to procure registration, incorporation or recognition of the Company in any country state or place and to establish and regulate agencies for the purpose of the company's business and to apply or join in applying to any parliament, local government, municipal or other authority or body, Indian or foreign for any rights or privileges that may seem conducive to the Company's objects or any of them and to oppose any bills, proceedings or applications which may seem calculated directly or indirectly to prejudice the Company's interest.
3. To enter into partnership or any arrangement for sharing or pooling profits, amalgamations, union of interest, co-operation, joint venture, reciprocal concessions or to amalgamate with any person or company carrying on or engaged in or about to carry on or engaged in any business, undertaking or transactions which this company is authorised to carry on or engaged in any business, undertaking or transactions which may seem capable of being carried on or conducted, so as directly or indirectly, to benefit the company.
4. To acquire or amalgamate, absorb or merge with any other company or companies or to form, promote subsidiaries having objects altogether or in part similar to those of this company.
5. Subject to provisions of the Companies Act, 2013 to evolve scheme for restructuring or arrangement, to amalgamate or merge or to enter into partnership or into any arrangement for sharing profits, union of interests, co-operation, joint venture of reciprocal concession with any person or persons, partnership firm/firms, or company carrying on or engaged in any business or transaction with the company is authorised to carry on or engaged in.



6. To manage, sell, dispose-off, let, mortgage, exchange, redeem, underlet, grant leases, licences, easements or turn to account or otherwise dispose-off in any manner the whole of the undertaking or any properties (movable or immovable), assets, rights, and effects of the Company or any part thereof, on such terms and for such purposes and for such consideration as the company may think fit and in particular for shares, debentures, or securities of any other company having objects altogether or in part similar to those of this Company and in the event of winding up of the Company to distribute among the members in specie or kind any properties or assets of the Company or any proceeds of sale or disposal of any properties of the Company, subject to the provisions of the Companies Act, 2013
7. Carrying on or engaged in any business or transaction which this Company is authorised to carry on.
8. To purchase or otherwise acquire and undertake the whole or any part of the business, property, rights and liabilities of any company, firms or person carrying on business which this Company is authorised to carry on or is possessed of rights suitable for the objects of this Company.
9. To do all or any of the above things as principals, agents, contractors, trustees or otherwise and by or through trustees, agents or otherwise and either alone or in conjunction with others and to do all such other things as are incidental or as may be conducive to the attainment of the objects or any of them.
10. To promote, form and register, aid in the promotion, formation and registration of any company or companies, subsidiary or otherwise for the purpose of acquiring all or any of the properties, rights and liabilities of this Company and to transfer to any such company any property of this company and to be interested in or take or otherwise acquire, hold, sell or otherwise dispose of shares, stock, debentures and such other securities of all types in or of any such company, subsidiary or otherwise for all or any of the objects mentioned in this Memorandum of Association
11. And to assist any such company and to undertake the management and secretarial or such other work, duties and business on such terms as may be arranged.
12. To open accounts with any bank or financial institution and to draw make, accept, endorse, discount, execute and issue promissory notes, bills of exchange, hundies, bills of lading, warrants, debentures and such other negotiable or transferable instruments of all types and to buy the same.
13. Subject to the provisions of the Companies Act, 2013 including the rules and regulations made therein and the directions issued by Reserve Bank of India to borrow, raise or secure the payment of money or to receive money as loan, at interest for any of the objects of the company and at such time or times as may be expedient, by promissory notes, bills of exchange, hundies, bills of lading, warrants or such other negotiable instruments of all types or by taking credit in or opening current accounts or over-draft accounts with any person, firm, bank or company and whether with or without any security or by such other means, as may deem expedient and in particular by the issue of debentures or debenture stock, perpetual or otherwise and in security for any such money so borrowed, raised or received and of any such debentures or debenture stock so issued, to mortgage, pledge or charge the whole or any part of the property and assets of the Company both present and future, including its uncalled capital, by special assignment or otherwise or to transfer or convey the same absolutely or in trust and to give the lenders power of sale and other powers as may seem expedient and to purchase, redeem or pay off such securities provided that the Company shall not carry on the business of banking within the meaning of the Banking Regulation Act, 1949.
14. To advance money not immediately required by the Company or give credit to such persons, firms or companies and on such terms with or without security as may seem expedient and in particular to



- customers of and such others having dealings with the Company and to give guarantees or securities of any such persons, firms, companies as may appear proper or reasonable provided that the Company shall not carry on the business of banking, within the meaning of Banking Regulation Act, 1949.
15. To improve alter, manage, develop, exchange, mortgage, enfranchise and dispose of, any part of the land, properties, assets and rights and the resources and undertakings of the Company, in such manner and on such terms as the Company may determine.
  16. To remunerate any person or company, for services rendered or to be rendered in or about the formation or promotion of the Company or the conduct of its business, subject to the provisions of the Companies Act, 2013.
  17. To create any depreciation fund, reserve fund, sinking fund, provident fund, super-annuation fund or any other such special fund, whether for depreciations, repairing, improving, extending or maintaining any of the properties and assets of the Company or for redemption of debentures or redeemable preference shares, worker's welfare or for any other such purpose conducive to the interest of the Company.
  18. To provide for the welfare of employees or ex-employees (including Directors and other officers) of the Company and the wives and families or the dependents or connections of such persons, by building or contributing to the building of houses, or dwellings or chawls or by grants of money, pensions, contributing to provident fund and other associations, institutions, funds or trusts, and/or by providing or subscribing or contributing towards places of instruction and recreation, hospitals and dispensaries, medical and such other attendances and assistance as the Company shall determine.
  19. To undertake and execute any trusts, the undertaking of which may seem desirable, either gratuitously or otherwise, for the attainment of the main objects of the Company.
  20. To procure the incorporation, registration or such other recognition of the Company in the Country, State or place outside India and to establish and maintain local registers and branch places of the main business in any part of the world.
  21. To adopt such means of making known the business of the Company as may seem expedient and in particular by advertising over the internet or any other electronic media and also in print media in the press by circulars, by purchase and exhibition of works of art or interest, by publication of books and periodicals and by granting prizes, rewards or organising exhibitions.
  22. The company would obtain approval of the concerned authorities to carry on the objects of the company and the matters which are necessary for furtherance of the objects of the Company as given in this memorandum of association wherever required.

**6. To consider and approve the grant of further Borrowing Power of upto Rs.1,000 Crores to the Board of Directors of the Company**

To consider and if thought fit, to pass the following resolution as a **Special Resolution:-**

**“RESOLVED THAT** pursuant to the provisions of Section 180(1)(c) and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modifications or re-enactments thereof), including the rules framed there under, the Memorandum and Articles of Association of the Company, consent of the Shareholders in general meeting be and is hereby accorded to the Board, to borrow from time to time any sum or sums of monies (exclusive of



interest) on such terms and conditions as the Board of Directors of Directors may determine, from anyone or more of the Company's bankers and/or from anyone or more other banks, persons, firms, companies/bodies corporate, financial institutions, institutional investor(s), mutual funds, insurance companies, pension funds and or any entity/entities or authority/authorities, whether in India or abroad, and whether by way of cash credit, advance or deposits, loans or bill discounting, issue of debentures, commercial papers, long/short term loans, suppliers' credit securities instruments such as floating rate notes, fixed rate notes, syndicated loans, commercial borrowing from the private sector window of multilateral financial institutions, either in rupees and/or in such other foreign currencies as may be permitted by law from time to time, and/or any other instruments/securities or otherwise and whether unsecured or secured by mortgage, charge, hypothecation or lien or pledge of the Company's assets, licenses and properties, whether immovable or movable and all or any of the undertaking of the Company, provided that the moneys to be borrowed together with the moneys already borrowed by the Company (apart from temporary loans obtained from the Company's bankers in the ordinary course of business may exceed the aggregate of the paid-up capital of the Company and its free reserves, provided that the total amount up to which the money may be borrowed by the Board of Directors and/or the Committee of Directors and outstanding at any time shall not exceed the sum of Rs.1,000 Cr (Rupees One Thousand Crores Only)."

**7. To consider and approve further increase in the power of Board to make Investments, give Loans, Guarantees and provide Securities for an aggregate amount not exceeding Rs. 1,000 Crore**

To consider and if thought fit, to pass the following resolution as a **Special Resolution**:-

**“RESOLVED THAT** pursuant to the provisions of section 186(3) and any other applicable provisions of the Companies Act, 2013 read with the relevant rules made thereunder, including any statutory modification(s) and re-enactment(s) thereof for the time being in force, subject to the terms of Articles of Association of the Company and subject to such other approvals, consents, sanctions and permissions as may be necessary, the consent of the members be and is hereby accorded to the Board of Directors for making investment in excess of limits specified under Section 186 of the Companies Act, 2013 from time to time in acquisition of securities of any-body corporate or for giving loans, guarantees or providing securities to anybody corporate or other person/ entity whether in India or outside India, as may be considered appropriate for an amount not exceeding Rs. 1,000 Crore (Rupees One Thousand Crores only) notwithstanding that such investment and acquisition together with existing investments of the company in all other bodies corporate, loans and guarantees given and securities provided shall be in excess of the limits prescribed under section 186(2) of the Companies Act, 2013, i.e., the limits available to the company is sixty per cent of its paid up share capital, free reserves and securities premium or one hundred per cent of its free reserves and securities premium, whichever is more.”

**“RESOLVED FURTHER THAT** any of the directors of the Company be and is hereby authorized to make application, file forms, etc. with the Registrar of Companies office and is hereby further authorized to do all such acts, deeds and things as may be required or deemed expedient to implement this resolution.”

**8. Regularization of Mr. Prabir Kundu (DIN: 10337070) as a Non-Executive Independent**



## Director of the Company:

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

**“RESOLVED THAT** pursuant to the provisions of Sections 152, 161 and any other applicable provisions of the Companies Act, 2013 and rules made there under (including any statutory modification(s) or reenactment thereof for the time being in force), the consent of the members be and are hereby accorded for regularization of appointment of **Mr. Prabir Kundu (DIN: 10337070)** from additional Non- Executive Independent director to Non- Executive Independent Director, who was appointed by the Board of Directors as an additional Non-Executive Independent Director of the Company with effect from **23<sup>rd</sup> January, 2024** and he is not debarred from holding the office of director by virtue of any SEBI order or any other such authority, who is eligible for appointment, on recommendation of the Nomination and Remuneration Committee, be and is hereby appointed as an Non- executive Independent Director of the Company for a period of 5 years w.e.f. **23<sup>rd</sup> January, 2024**, whose period of office will not be liable to retire by rotation.”

**“RESOLVED FURTHER THAT** any of the Director of the Company be and is hereby authorized to do all such acts, deeds, matters and things as may be necessary, proper or expedient to give effect to this resolution and thereby execute all such documents, applications and returns for the purpose of giving effect to the aforesaid resolution along with filing of necessary E forms with the Registrar of Companies.”

**By the order of the Board of Directors**  
**For, Dynamic Services & Security Limited**  
Sd/-

**Sushma Kumari Agarwal**  
Company Secretary  
Date: 07.09.2024  
Place: Kolkata



## NOTES:

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 10/2022 dated December 28, 2022, September, 25 2023 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by CDSL.
6. The remote e-voting facility will be available during the following period:

Commencement of e-voting	Friday, September 27, 2024 (from 10:00 A.M. IST)
End of e-voting	Sunday, September 29, 2024 (upto 5:00 P.M. IST)
7. The Book Closure period shall be from Tuesday, September 24, 2024 to Monday, September 30, 2024 (both days inclusive).
8. The Board of Directors have appointed CS Abbas Vithorawala, Practicing Company Secretary (M. No.: ACS 23671; CP No.: 8827) as the Scrutinizer.
9. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.dssl.ind.in](http://www.dssl.ind.in). The Notice can also be accessed from the websites of the Stock Exchanges i.e. National Stock Exchange of India Limited at [www.nseindia.com](http://www.nseindia.com) and and the AGM Notice is also available on the website of CDSL (agency for providing the Remote e-Voting facility) i.e. [www.evoting.cdsl.com](http://www.evoting.cdsl.com).
10. AGM will be convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and Circular No.



10/2022 dated December 28, 2022.

11. In terms of Section 102(3) of the Companies Act, 2013, relevant documents, contract and agreements in relation to the all the resolutions as set out in this notice are available for inspection by the members at the registered office of the Company between 10:00 A.M. and 5:00 P.M on all working days between Monday and Friday of every week upto the date of AGM.

## **THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:**

**Step 1** : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

**Step 2** : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

- (i) The e-voting period begins on Friday, 27<sup>th</sup> September, 2024 at 10:00 A.M. and ends on Sunday, 29<sup>th</sup> September, 2024 at 5:00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e. Monday, 23<sup>rd</sup> September, 2024 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders / retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

**Step 1** : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

- (iv) In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.



Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for **Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

<b>Type of shareholders</b>	<b>Login Method</b>
<p>Individual Shareholders holding securities in Demat mode with <b>CDSL Depository</b></p>	<p>Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi / Easiest are requested to visit cdsl website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login icon &amp; New System Myeasi Tab.</p> <p>After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.</p> <p>If the user is not registered for Easi/Easiest, option to register is available at cdsl website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login &amp; New System Myeasi Tab and then click on registration option.</p> <p>Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
<p>Individual Shareholders holding securities in demat mode with <b>NSDL Depository</b></p>	<p>If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select “Register Online for IDeAS “Portal or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></p> <p>Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting</p>



	service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants (DP)</b>	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL**

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 022-4886 7000 and 022-2499 7000

**Step 2 :** Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form.**

- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,



- b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

	<b>For Physical shareholders and other than individual shareholders holding shares in Demat.</b>
PAN	Enter your 10-digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details <b>OR</b> Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- (vi) After entering these details appropriately, click on “SUBMIT” tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.



- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- (xvii) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [cs@dssl.ind.in](mailto:cs@dssl.ind.in) (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

## **INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:**

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.



7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least **10 working days prior to meeting** mentioning their name, demat account number / folio number, email id, mobile number at [cs@dssl.ind.in](mailto:cs@dssl.ind.in). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **10 working days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at [cs@dssl.ind.in](mailto:cs@dssl.ind.in). These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

## **PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY / DEPOSITORIES.**

1. For Physical shareholders - please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to [cs@dssl.ind.in](mailto:cs@dssl.ind.in)/[cameo@cameoindia.com](mailto:cameo@cameoindia.com).
2. For Demat shareholders - Please update your email id & mobile no. with your respective **Depository Participant (DP)**
3. **For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.**

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at toll free no. 1800 22 55 33

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25<sup>th</sup> Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call toll free no. 1800 22 55 33.



## EXPLANATORY STATEMENT [PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013]

### ITEM NO. 1

Appointment of **Mrs. Priya Rudra (DIN- 10765261)** as an Independent Director of the Company. Based on the recommendation of the NRC, the Board of Directors proposes the appointment of Mrs. Priya Rudra (DIN- 10765261; age- 31 years) as a Non-Executive Woman Independent Director, for a term of five (5) years from the conclusion of this Annual General Meeting up to the conclusion of the Annual General Meeting to be held in the calendar year 2029, or the expiry of five (5) years, whichever is earlier. Mrs. Priya Rudra has expressed her willingness and has given her consent for appointment as the Director and has also given the declaration that in terms of Section 164 of the Act, she is eligible to be appointed as a Director and is not disqualified / debarred from holding the office of director by virtue of any SEBI order or any other such authority. The Company has received a declaration from her to the effect that she meets the criteria of independence as provided in Section 149(6) of the Act and Rules framed thereunder and Schedule IV thereto, Regulation 16(1)(b) of the Listing Regulations and declaration that she is in compliance with Rules 6(1) and 6(2) of the Companies (Appointment and Qualification of Directors) Rules, 2014, with respect to her registration with the data bank of independent directors maintained by the Indian Institute of Corporate Affairs. In terms of Regulation 25(8) of the Listing Regulations, she has confirmed that she is not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact her ability to discharge her duties with an objective independent judgment and without any external influence. The Company has received notice in writing pursuant to Section 160 of the Act, from a Member proposing the appointment for the office of independent director under the provisions of Section 149 of the Act. In the opinion of the Board, she fulfils the conditions specified in the Act and Listing Regulations for appointment as an Independent Director and that she is independent of the management of the Company.

In compliance with the provisions of Section 149 read with Schedule IV to the Act and Regulation 17 of the Listing Regulations and other applicable provisions, the appointment of Mr. Priya Rudra (DIN- 10765261) as an Independent Director for a term of five (5) years is now being placed before the Members for their approval by way of a Special Resolution set out at Item No. 3 of the Notice, which the Board recommends.

Except Priya Rudra (DIN- 10765261), none of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested in the Resolution set out at Item No. 3 of the Notice. Disclosures pursuant to Regulations 36(3) and other applicable provisions of the Listing Regulations and Secretarial Standard – 2 on General Meetings are set out in Annexure-A to the Notice.

### ITEM NO. 4

Appointment of **Mr. Nirmalya Sircar (DIN 01822540)** as a Non-Executive Non-Independent Director of the Company: The Board of Directors of the Company had appointed Mr. Nirmalya Sircar as a Non Executive – Non Independent Director of the Company with effect from 30<sup>th</sup> September, 2024. In accordance with the provisions of the Companies Act, 2013, Mr. Nirmalya Sircar shall hold office for a term up-to five years. The Company has received notice under Section 160 of the Companies Act, 2013 from Mr. Nirmalya Sircar signifying his candidature as Non-Executive Non-Independent Director of the Company. In the opinion of the Board, Mr. Nirmalya Sircar fulfills the conditions specified in the Companies Act, 2013 and the Equity Listing Agreement, for appointment as a Director of the Company. None of the Directors or Key Managerial Personnel and their relatives, except Mr. Nirmalya Sircar, are concerned or interested (financially or otherwise) in this Resolution. The Board commends the Special Resolution set out at Item no. 5 for approval of the Members.



## ITEM NO. 5

Your directors' in its meeting held on 7<sup>th</sup> September, 2024 had approved (subject to the approval of members) the amendment in the Memorandum of Association of the Company with respect to the Object Clause of the Company.

The draft of the amended Memorandum of Association proposed for approval, are circulated along with this notice of the Annual General Meeting and also available for inspection by the shareholders of the Company

during normal business hours at the Registered office of the Company and copies thereof shall also be made available for inspection at the Corporate Office of the Company and also at the place of the meeting on the meeting day.

The Directors of the Company and their relatives are deemed to be concerned or interested in the resolutions at Item Nos. 5 only to the extent of shares held by them, if any, in the Company. The proposed Resolutions do not relate to or affect any other Company.

Your Board recommends the resolution for approval of the Members as a Special Resolution.

## ITEM NO. 6

As per Section 180(1)(c) of the Act read with the Rules framed there under, the Company is required to obtain the prior approval of the Members by way of Special Resolution for borrowing money when the money already borrowed exceed aggregate of its paid-up share capital and free reserves, apart from temporary loans obtained from the company's bankers in the ordinary course of business.

Consent of the members is therefore sought to enable the Company to borrow money, within the limit as set out in the resolution.

The Board of Directors, therefore, recommends the Resolution to be passed as a Special Resolution by the members.

None of the Directors, Key Managerial Personnel and their relatives are, in any way, concerned or interested, financially or otherwise, in the proposed resolution.

## ITEM NO.7

As per Section 186(3) of the Act read with the Rules framed there under, the Company is required to obtain the prior approval of the Members by way of Special Resolution for making loan(s) and/or for giving any guarantee(s)/providing any security(ies) in connection with loan(s) made to and/or acquiring by way of subscription, purchase or otherwise the securities of anybody corporate exceeding 60% of its paid-up share capital, free reserves and securities premium account or 100% of Its free reserves and securities premium account, whichever is more.

Consent of the members is therefore sought to enable the Company to give loan or Guarantee or provide security or acquire for the above, within the limit as set out in the resolution.

The Board of Directors, therefore, recommends the Resolution to be passed as a Special Resolution by the members.

None of the Directors, Key Managerial Personnel and their relatives are, in any way, concerned or interested, financially or otherwise, in the proposed resolution.



## ITEM NO.8

Board of Directors of the Company in the Board Meeting held on 23<sup>rd</sup> January, 2024 appointed **Mr. Prabir Kundu** as Additional non-Executive Independent Director and Mr. Prabir Kundu holds office of the Director till the conclusion of this Annual General Meeting. Accordingly, in terms of the requirements of the provisions of Companies Act, 2013 approval of the members of the Company is required for regularization of Mr. Prabir Kundu as Independent Director of the Company. As per the provisions of the Companies Act, 2013 as amended the Board seeks the members approval by way of an ordinary resolution. None of the Directors, Key Managerial Personnel and their relatives are, in any way, concerned or interested, financially or otherwise, in the proposed resolution.

**By the order of the Board of Directors  
for, Dynamic Services & Security Limited  
Sd/-**

**Sushma Kumari Agarwal  
Company Secretary**

Date: 07.09.2024  
Place: Kolkata

**Annexure-I****Annexure to Notice Details of Directors seeking Appointment / Re-appointment(As per Regulation 36(3) of LODR and SS-2)**

<b>Particulars</b>	<b>Name of the Director</b>	<b>Name of the Director</b>
<b>Name</b>	<b>Mr. Priya Rudra</b>	<b>Mr. Nirmalya Sircar</b>
<b>DIN</b>	10765261	01822540
<b>Date of Birth</b>	15-08-1992	27-01-1947
<b>Original date of Appointment</b>	30-09-2024	30-09-2024
<b>Qualifications</b>	Post Graduate in English	M.A. and L.L. B
<b>Brief Profile</b>	Mrs Priya Rudra aged 31, is Post Graduate in English. She has work experience of more than 2 years. She has excellent abilities to administer the Organisation	Mr. Nirmalya Sircar is highly qualified, He is M.A. and L.L.B, from Calcutta University Work Experience: 1. Practicing Advocate in Calcutta High Court till 1974. 2. Joint Government service and was SCF and S and the A.D.C. and then Retired as District Controller in 2007
<b>Current Directorship held in Public Companies</b>	Nil	Nil
<b>Memberships/Chairmanships of Audit and Stakeholder's Relationship Committees across Public Companies</b>	Nil	Nil
<b>No. of Shares held in the Company</b>	Nil	Nil
<b>Relationship with other Directors, Manager and other Key Managerial Personnel of the Company</b>	Na	Na
<b>Nature of appointment (appointment / re-appointment)</b>	Na	Retires by rotation.

**By the order of the Board of Directors  
for, Dynamic Services & Security Limited  
Sd/-**

**Sushma Kumari Agarwal**  
**Company Secretary**  
Date: 07.09.2024  
Place: Kolkata



## BOARD'S REPORT

Dear Members,

Your Directors are pleased to present the 8<sup>th</sup> Annual Report on the business and operations of Dynamic Services & Security Limited ("the Company/your Company") together with the Audited Financial Statements for the Financial Year ended 31<sup>st</sup> March, 2024.

### 1. FINANCIAL HIGHLIGHTS:

The Company's financial performance for the year under review along with previous year figures is given hereunder:

(Amount in Lakh)

Particulars	Consolidated		Standalone	
	2023-24	2022-23	2023-24	2022-23
Total Income	11,973.09	9,160.03	10,472.17	8,270.96
Total Expenses	10,652.46	7,854.61	9,251.97	7,054.12
Exceptional Item	1,320.63	1,305.42	-	-
Profit/(Loss) before tax	1,320.63	1,305.42	1,220.20	1,216.84
Tax Expenses	406.59	286.13	363.90	248.99
Profit/(Loss) after tax	914.04	1,019.29	856.30	967.85
Earnings Per Equity Share				
Basic (Rs.)	6.63	7.54	6.40	7.16
Diluted (Rs.)	3.83	7.54	3.70	7.16

### 2. OVERVIEW OF COMPANY'S FINANCIAL PERFORMANCE:

The Company has reported total income of Rs. 10,472.17 Lakh for the current year as compared to Rs. 8,270.96 Lakh in the previous year. The Net Profit/Loss for the year under review amounted to Rs. 856.30 Lakh in the current year as compared to Rs. 967.85 Lakh in the previous year on standalone basis and it amounted to 914.04 Lakh in the current year as compared to Rs. 1,019.29 Lakh in the previous year on a consolidated basis.



### 3. DIVIDEND:

Keeping in view the future expansion plans, your Board of Directors do not recommend any dividend for Financial Year 2023-24.

### 4. CHANGE IN THE NATURE OF BUSINESS:

There was no change in the nature of business of the Company.

### 5. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There were no material changes and commitments affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report.

### 6. TRANSFER TO RESERVES & SURPLUS:

An amount of Rs. 6,606.25 Lakhs were transferred to Reserves and Surplus during the year 2023-24

### 7. CAPITAL STRUCTURE:

#### i. Authorized Share Capital

The authorized share capital of the Company is increased from Rs. 21,00,00,000 to Rs. 30,00,00,000/- as on EGM held on 18th July, 2023 the present Authorized Capital of the Company is Rs. 30,00,00,000/- (Rupees Thirty Crores Only) 3,00,00,000/- (Three crore only) Equity Shares of Rs. 10/- (Rupees Ten only).

#### ii. Issued, Subscribed and Paid-up Share Capital

The issued, subscribed and paid-up share capital of the Company as on March 31, 2024 is Rs. 19,55,70,800/- (Rupees Nineteen Crore Fifty-Five Lakh Seventy Thousand Eight Hundred only), divided into 1,95,57,080 (One Crore Ninety-Five Lakh Fifty Seven Thousand and Eighty) equity shares of INR 10/- each.

Further, there was no new issuance of equity shares done by the Company during the financial year.

#### iii. Equity shares with differential Voting rights and sweat equity shares

During the financial year under review, the Company has neither issued the equity shares with differential voting rights nor issued sweat equity shares in terms of the Act.



## 8. LISTING OF EQUITY SHARES

The Equity Shares of the Company are listed on the EMERGE SME Platform of National Stock Exchange Limited. The Annual Listing fees for the year 2023-24 have been paid.

## 9. CORPORATE OFFICE OF THE COMPANY:

During the year under review, there has been no change in the situation of the Corporate Office of the Company. The Corporate Office is located at Unit No. 708, 7th Floor, ECO Centre, Block-EM-4 Sector-V, Salt Lake Kolkata – 700091.

## 10. INVESTOR EDUCATION AND PROTECTION FUND (IEPF):

There was no amount liable or due to be transferred to Investor Education and Protection Fund(IEPF) during the financial year ended March 31, 2024.

## 11. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

The appointment and remuneration of Directors are governed by the Policy devised by the Nomination, Remuneration and Compensation Committee of your Company.

### Key Managerial Personnel (KMP)

During the year under review, there were following changes in the Key Managerial Personnel of the Company.

Following are the KMPs of the Company in terms of Section 203 of the Act

<b>Jugal Kishore Bhagat</b>	<b>: Managing Director</b>
<b>Sushma Kumari Agarwal</b>	<b>: Company Secretary &amp; Compliance Officer</b>
<b>Sujay Shaw</b>	<b>: Chief Financial Officer resigned w.e.f. 30.11.2022</b>
<b>Vinita Yadav</b>	<b>: Chief Financial Officer appointed w.e.f. 18.03.2023</b>

### Directors

During the year under review, there was no change in the Composition of the Board of the

### Company. Composition of the Board

<b>Jugal Kishore Bhagat</b>	<b>: Managing Director</b>
<b>Rekha Bhagat</b>	<b>: Non-Executive Director</b>
<b>Rekha Devi Bhagat</b>	<b>: Executive Director</b>
<b>Hakimuddin Siyawala</b>	<b>: Non-Executive Director</b>
<b>Pranay Mishra</b>	<b>: Independent Director</b>
<b>Prabir Kundu</b>	<b>: Independent Director</b>

Note Mr. Dipanjan Paul has tendered his resignation and Mr. Prabir Kundu has been appointed as



Independent Director of the Company w-e-f 23<sup>rd</sup> January, 2024.

Mrs. Rekha Devi Bhagat, Executive Director of the Company, retires by rotation at the upcoming annual general meeting (“AGM”) of the Company and being eligible, has offered herself for re- appointment as per the provisions of the Act. A resolution seeking approval of the shareholders for her re-appointment forms part of the Notice of the AGM.

**12. NUMBER OF MEETINGS OF THE BOARD OF DIRECTORS:**

During the year under review, the Board of Directors met 11 (Eleven) times. The maximum interval between any two meetings did not exceed 120 days. The prescribed quorum was presented for all the Meetings.

There being 8 meetings of Board of Directors being convened under the financial year complying with the requirement of Section 173 of the Companies Act 2013. The Board met on 24<sup>th</sup> May, 2023, 30<sup>th</sup> May, 2023, 21<sup>st</sup> June, 2023, 27<sup>th</sup> June, 2023, 4<sup>th</sup> July, 2023, 14<sup>th</sup> August, 2023, 24<sup>th</sup> August, 2023, 20<sup>th</sup> September, 2023, 13<sup>th</sup> November, 2023, 2<sup>nd</sup> February, 2024 and 22<sup>nd</sup> February, 2024.

Details of the attendance of the Directors at the Board meetings held during the year ended 31<sup>st</sup> March 2024 are as follows:

Name of the Director	Number of Board Meetings	
	Held	Attended
Jugal Kishore Bhagat	11	11
Rekha Bhagat	11	11
Rekha Devi Bhagat	11	11
Hakimuddin Siyawala	11	11
Pranay Mishra	11	11
Dipanjan Paul	11	9
Prabir Kundu	11	2

**13. DEPOSITS:**

During the year under review, your Company has not invited nor accepted any public deposits within the meaning of section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014 hence the requirement for furnishing of details of deposits which are not in Compliance with the Chapter V of the Companies Act, 2013 is not applicable.

**14. DETAILS OF SUBSIDIARY/ASSOCIATE/ JOINT VENTURE COMPANIES:**

The Company has a Subsidiary Company namely, Mehai Technology Limited and Stepdown Subsidiary Companies namely, Momentous Retails Private Limited and M/s. Mehai Aqua Private Limited as on 31 March 2024.



## 15. PERFORMANCE AND CONTRIBUTION OF EACH OF THE SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES:

It has made substantial profits in the previous financial year as well as the current financial year ending 31<sup>st</sup> March 2024. The management of the Subsidiary Company is further exploring the options to raise additional finance to grow its operations further.

As per the provisions of Section 129 of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014, a separate statement containing the salient features of the Financial Statements of the Subsidiary Companies in Form AOC-1 is annexed to this Board's Report as Annexure – I

## 16. CONSOLIDATED FINANCIAL STATEMENTS

The Consolidated Financial Statements are prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013 and other relevant provisions of the Companies Act, 2013. The Consolidated Financial Statements for the Financial Year ended 31<sup>st</sup> March, 2024 forms part of the Annual Report 2023-24.

## 17. COMMITTEES OF THE BOARD:

### Audit Committee:

The constitution, composition and functioning of the Audit Committee also meets with the requirement of Section 177 of the Companies Act, 2013 and Regulation 18 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. All the recommendations of Audit Committee have been accepted by the Board of Directors of the Company:

### Terms & Reference of Audit Committee:

oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;

- recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
  - matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the



Companies Act, 2013;

- changes, if any, in accounting policies and practices and reasons for the same;
- major accounting entries involving estimates based on the exercise of judgment by management;
- significant adjustments made in the financial statements arising out of audit findings;
- compliance with listing and other legal requirements relating to financial statements;
- disclosure of any related party transactions;
- modified opinion(s) in the draft audit report;
- reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the draft prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
- approval or any subsequent modification of transactions of the company with related parties;
- scrutiny of inter-corporate loans and investments;
- valuation of undertakings or assets of the listed entity, wherever it is necessary;
- evaluation of internal financial controls and risk management systems;
- reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
- discussion with internal auditors of any significant findings and follow up there on;



- reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
- discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
- to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- to review the functioning of the whistle blower mechanism;
- approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;
- reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision.]
- monitoring the end use of funds raised through public offers and related matters.
- carrying out any other function as is mentioned in the terms of reference of the audit committee.

Further, the Audit Committee shall mandatorily review the following information:

- management discussion and analysis of financial condition and results of operations;
- statement of significant related party transactions (as defined by the audit committee), submitted by management;
- management letters / letters of internal control weaknesses issued by the statutory auditors;
- internal audit reports relating to internal control weaknesses; and
- the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee.
- statement of deviations: (a) half yearly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1); (b) annual statement of funds utilized for purposes other than those stated in the draft prospectus/notice in terms of Regulation 32(7).



## **Nomination and Remuneration Committee:**

The Constitution, Composition and functioning of the Nomination and Remuneration Committee also meets with the requirements of Section 178(1) of the Companies Act, 2013 and Regulation 19 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### **Terms & Reference of Nomination and Remuneration Committee:**

- Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
- Formulation of criteria for evaluation of performance of independent directors and the board of directors;
- Devising a policy on diversity of board of directors;
- Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down and recommend to the board of directors their appointment and removal.
- To extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
- To recommend to the Board all remuneration, in whatever form, payable to senior management.

## **Stakeholders' Relationship Committee:**

The Constitution, Composition and functioning of the Stakeholder's Relationship Committee also meets with the requirements of Section 178 of the Companies Act, 2013 and Regulation 20 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### **Terms & Reference of Stakeholder's Relationship Committee:**

- Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings etc;
- Review of measures taken for effective exercise of voting rights by shareholders;
- Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent;
- Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend



warrants/annual reports/statutory notices by the shareholders of the company; and

To carry out any other function as prescribed under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as and when amended from time to time.”

## 18. DECLARATION FROM INDEPENDENT DIRECTORS

The Company has received necessary declaration from each Independent Director under Section 149(7) of the Companies Act, 2013, that he/she meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

## 19. MEETING OF INDEPENDENT DIRECTORS

A separate meeting of the Independent Directors was held on 24<sup>th</sup> March 2024, inter-alia, to discuss evaluation of the performance of Non-Independent Directors, the Board as a whole, evaluation of the performance of the Chairman, taking into account the views of the Executive and Non- Executive Directors and the evaluation of the quality, content and timeliness of flow of information between the management and the Board that is necessary

for the Board to effectively and reasonably perform its duties. The Independent Directors expressed satisfaction with the overall performance of the Directors and the Board as a whole.

## 20. PARTICULARS OF LOANS, GURANTEES OR INVESTMENT BY THE COMPANY:

Details of loans given, investments made or guarantees given or security provided as per the provisions of Section 186 of the Act and Regulation 34 read with Schedule V of the SEBI Listing Regulations are given in the notes forming part of the financial statements provided in this AnnualReport.

## 21. WEBSITE

[www.dssl.ind.in](http://www.dssl.ind.in) is the website of the Company. All the requisite details, policies are placed on the website of the Company.

## 22. CRITERIA FOR APPOINTMENT OF MANAGING DIRECTOR/WHOLE-TIME DIRECTOR:

The appointment is made pursuant an established procedure which includes assessment of managerial skills, professional behavior, technical skills and other requirements as may be required and shall take into consideration recommendation, if any, received from any member of the Board.

## 23. FAMILIARIZATION PROGRAM FOR THE INDEPENDENT DIRECTORS:

The Company has in place a process for familiarization of newly appointed directors



with respect to their respective duties and departments. The highlights of the Familiarization Programme is available on the Company's website at: <https://dssl.ind.in/wp-content/uploads/2022/01/Familiarization-Programme-for-Independent-Directors.pdf>

## 24. MANAGEMENT DISCUSSION AND ANALYSIS:

Management Discussion and Analysis Report as required under Regulation 34 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, is presented separately as Annexure II forming part of the Annual Report attached herewith.

## 25. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

During the financial year under review, all the Related party transactions are disclosed in the notes provided in the financial statements which forms part of this Annual Report. All transactions with related parties are in accordance with the policy on related party transactions formulated by the Board. Further, during the financial year under review, in terms of Section 188 and Section 134 of the Act read with rules thereunder, all contracts/arrangements/ transactions entered into by the Company with its related parties were on arm's length basis and not material. All the related party transactions are approved by the Audit Committee and Board of Directors. Hence disclosure under form AOC-2 in terms of Section 134 of the Act is not required.

## 26. FORMAL ANNUAL EVALUATION:

The Board of Directors is committed to get carried out an annual evaluation of its own performance, board committees and individual Directors pursuant to applicable provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015. Performance evaluation of Independent Directors was carried out by the entire board, excluding the Independent Director being evaluated. Based on the criteria the exercise of evaluation was carried out through the structured process covering various aspects of the Board functioning such as composition of the Board and committees, experience & expertise, performance of specific duties & obligations, attendance, contribution at meetings, etc. The performance evaluation of the Managing Director and the Non- Independent Directors was carried out by the Independent Directors.

## 27. STATEMENT OF PARTICULARS OF APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL:

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are annexed to this Board's Report as Annexure – III.



## 28. DIRECTORS' RESPONSIBILITY STATEMENT AS REQUIRED UNDER SECTION 134 OF THE COMPANIES ACT, 2013:

Pursuant to the requirement under Section 134 of the Companies Act, 2013, with respect to the Directors' Responsibility Statement, the Board of Directors of the Company hereby confirms:

- (i) That in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31<sup>st</sup> March, 2024 and Profit and Loss Account of the Company for that period;
- (iii) That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of Companies Act, 2013 and Rules made there under for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (iv) That the directors have prepared the annual accounts for the Financial Year ended 31 March 2024 on a going concern basis;
- (v) That the directors, have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively and
- (vi) That the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 29. CORPORATE SOCIAL RESPONSIBILITY:

As per the requirement of Section 135 of the Companies Act, 2013, the companies specified therein are required to spend at least two percent of the average net profits made during the three immediately preceding financial years towards CSR activities

The Company has made profits in excess of 5 Crores during the immediately preceding financial year i.e. 2023-24; hence, the said requirement of spending at least two percent of the average net profits made during the three immediately preceding financial years towards CSR activities is applicable to the Company for the financial year 2023-24 and the Company will take necessary steps in the current financial year to comply with the same.

## 30. ANNUAL RETURN:

In terms of Section 92(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return of the Company is available on the website of the Company at the web-link: [www.dssl.ind.in](http://www.dssl.ind.in).



### 31. THE CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO PURSUANT TO THE PROVISIONS OF SECTION 134(3) (M) OF THE COMPANIES ACT, 2013 (ACT) READ WITH THE COMPANIES (ACCOUNTS) RULES, 2014:

Disclosures regarding activities undertaken by the company in accordance with the provisions of section 134 of the Companies Act, 2013 read with Companies (Accounts) rules, 2014 are provided here under:

#### A. Conservation of energy:

##### (i) The Steps taken or impact on Conservation of energy:

The Company has adopted strict control system to monitor day to day power consumption. The Company ensures optimal use of energy with minimum extend of wastage as far as possible. The day to day consumption is monitored and efforts are made to save energy.

##### (ii) Steps taken by company for utilizing alternate source of energy:

The Company is not utilizing any alternate source of energy.

##### (iii) The Capital Investment on energy conservation equipment:

The Company has not made any Capital Investment on energy conservation equipments.

#### B. Technology absorption:

The Company does not undertake any activities relating to technology absorption.

#### C. Foreign Exchange earnings and outgo:

- (i) Foreign Exchange Earnings: NIL
- (ii) Foreign Exchange Outgo: NIL
- (iii) Advance to Supplier: NIL

### 32. CORPORATE GOVERNANCE REPORT:

By virtue of Regulation 15 of SEBI (Listing obligations and disclosure requirements) Regulations, 2015 ("LODR") the compliance with the corporate governance provisions as specified in Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 and Para C, D and E of Schedule V are not applicable to the Company. Hence, the Corporate Governance Report does not form part of this Annual Report.

### 33. RISK MANAGEMENT POLICY OF THE COMPANY:

In terms of the provisions of Regulation 17 of the Listing Regulations, the Company has in place a proper system for Risk Management, assessment and minimization of risk. Risk



Management is the identification and identification and assessment of risk. Major risks identified by the business and functions are systematically addressed through mitigating actions on a continuing basis.

The Board members are informed about risk assessment and minimization procedures after which the Board formally adopted steps for framing, implementing and monitoring the risk management plan for the Company.

## 34. AUDITORS, AUDIT QUALIFICATION AND BOARD'S EXPLANATION:

### Statutory Auditors

Pursuant to the provisions of Section 139 of the Act read with Companies (Audit and Auditors) Rules, 2014, as amended from time to time, M/S Bijan Ghosh & Associates, Chartered Accountants, Firm Registration No. 323214E were appointed as Statutory Auditor of the Company in the 05<sup>th</sup> Annual General Meeting for a term of 5 years commencing from conclusion of the 05<sup>th</sup> Annual General Meeting upto the 10<sup>th</sup> Annual General Meeting of the Company to be held in calendar year 2026.

The Auditors have confirmed their availability within the meaning of provisions of Section 139 of the companies Act, 2013.

### Internal Auditor

The Company has appointed M/s. Rajendra Singh & Associates, Chartered Accountants as the Internal Auditor of the Company for the F.Y. 2024-25 to conduct the Internal Audit of the Company in their Board Meeting held on 28<sup>th</sup> May, 2024.

### Secretarial Auditors Report

Pursuant to provisions of section 204 of the Companies Act, 2013 and Rules made thereunder, the Board of Directors of your Company has appointed M/s. Ankita Dey & Associates, Practising Company Secretary as Secretarial Auditor of the Company to undertake the Secretarial Audit for the financial year 2023-24 in accordance with the provisions of Section 204 of the Companies Act, 2013. The Secretarial Audit report in the prescribed Form MR-3 for the financial year 2023-24 issued by M/s. Ankita Dey & Associates, Company Secretary is enclosed as Annexure IV to this report.

### Cost Auditor:

The provisions of Cost Audit as prescribed under Section 148 of the Act and the rules framed thereunder are not applicable to the Company.

## 35. REPORTING OF FRAUDS BY AUDITORS:



During the year under review, the Auditors have not reported any instances of frauds committed in the Company by its Officers or Employees to the Audit Committee under Section 143(12) of the Companies Act, 2013, details of which needs to be mentioned in this Report.

## 36. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has adequate systems of internal control meant to ensure proper accounting controls, monitoring cost cutting measures, efficiency of operation and protecting assets from their unauthorized use. The Company also ensures that internal controls are operating effectively. The Company has also in place adequate internal financial controls with reference to financial statement. Such controls are tested from time to time to have an internal control system in place.

Based on their view of these reported evaluations, the directors confirm that, for the preparation of financial statements for the financial year ended 31 March 2024, the applicable Accounting Standards have been followed and the internal financial controls are generally found to be adequate and were operating effectively & that no significant deficiencies were noticed.

## 37. COMPLIANCE WITH SECRETARIAL STANDARDS:

The Board of Directors affirms that the Company has complied with the applicable Secretarial Standards issued by the Institute of Companies Secretaries of India.

## 38. VIGIL MECHANISM (WHISTLE BLOWER POLICY):

The Vigil Mechanism as envisaged in the Companies Act, 2013, the Rules prescribed thereunder and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is implemented through the Company's Whistle Blower Policy. The Company has adopted a Whistle Blower Policy establishing a formal vigil mechanism for the Directors and employees to report concerns about unethical behaviour, actual or suspected fraud or violation of Code of Conduct and Ethics. It also provides for adequate safeguards against the victimization of employees who avail of the mechanism and provides direct access to the Chairperson of the Audit Committee in exceptional cases. The Policy of vigil mechanism may be accessed on the Company's website at the weblink: [https://dssl.ind.in/wp-content/uploads/2022/01/Vigil\\_Mechanism.pdf](https://dssl.ind.in/wp-content/uploads/2022/01/Vigil_Mechanism.pdf)

## 39. NOMINATION AND REMUNERATION POLICY:

The Company has in place a policy for remuneration of Directors, Key Managerial Personnel and Employees of senior management employees. The details of the same are given on the website of the Company i.e., [www.dssl.ind.in](http://www.dssl.ind.in).

## 40. PREVENTION OF INSIDER TRADING:



As per SEBI (Prohibition of Insider Trading) Regulation, 2015, the Company has adopted a Code of Conduct for Prevention of Insider Trading. During the year under review, there has been due compliance with the said code.

#### 41. POLICY OF CODE OF CONDUCT FOR DIRECTOR AND SENIOR MANAGEMENT:

Your Company has adopted the policy of code of Conduct to maintain standard of business conduct and ensure compliance with legal requirements. Details of the same are given in the website of the Company i.e. [www.dssl.ind.in](http://www.dssl.ind.in).

#### 42. THE DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

There have been no significant material orders passed by the Regulators or Courts or Tribunals which would impact the going concern status of the Company and its future operations. During the year under review, no application was made or any proceedings pending against the Company under the Insolvency and Bankruptcy Code, 2016.

#### 43. INSURANCE:

All the assets of the Company wherever necessary and to the extent required have been adequately insured.

#### 44. HUMAN RESOURCES AND INDUSTRIAL RELATIONS:

Your Company lays emphasis on commitment towards its human capital and recognizing its pivotal role for organization growth. During the year, the Company maintained a record of peaceful employee relations. Your Directors wish to place on record their appreciation for the commitment shown by the employees throughout the year.

#### 45. ENVIRONMENT, HEALTH AND SAFETY:

The Company is committed to provide a safe and healthy work environment for the well-being of all our Stakeholders. The operations of the Company are conducted in such a manner that it ensures safety of all concerned and a pleasant working environment. The Company strives to maintain and use efficiently limited natural resources as well as focus on maintaining the health and well-being of every person.

#### 46. LISTING OF SHARES:

The Equity Shares of the Company are listed on the EMERGE Platform of National Stock Exchange Limited. The Annual Listing fees for the year 2023-24 have been paid.

#### 47. PREVENTION OF SEXUAL HARASSMENT:



Your Company has framed a Policy of prevention, prohibition and redressal of sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

The Company has zero tolerance for sexual harassment for women at workplace and has adopted a policy against sexual harassment in line with Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules framed thereunder. All women who are associated with the Company—either as permanent employees or temporary employees or contractual persons including service providers at Company sites are covered under the above policy. During the financial year 2023-24, the Company has not received any complaints on sexual harassment and hence no complaint remains pending as on 31<sup>st</sup> March, 2024. Details of the same are given on the website of the Company i.e., [www.dssl.ind.in](http://www.dssl.ind.in).

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

The details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 are not applicable to the Company.

#### 49. DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALUATION WHILE AVAILING LOAN FROM BANKS AND FINANCIAL INSTITUTIONS:

The details of difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the banks or financial institutions along with the reasons are not applicable to the Company.

#### 50. ACKNOWLEDGEMENT:

Your Directors wishes to express its gratitude and places on record its sincere appreciation for the commitment and efforts put in by all the employees. And also record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review.

Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company. We place on record our appreciation of the contribution made by our employees at all levels. Our consistent growth was made possible by their hard work, solidarity, cooperation and support.



Place: Kolkata  
Date: 07.09.2024

For and on behalf of the Board of Directors of  
DYNAMIC SERVICES & SECURITY LIMITED

SD/-  
Jugal Kishore Bhagat  
(Managing Director)  
DIN:02218545

SD/-  
Rekha Bhagat  
(Director)  
DIN:03564763



## ANNEXURE - I

### FORM NO. AOC.1

Statement containing salient features of the financial statement of  
Subsidiaries/associate companies/joint ventures

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5  
of Companies (Accounts) Rules, 2014)

### Part "A": Subsidiaries

(Information in respect of each subsidiary to be presented with amounts in Rs)

1.

SL. No.	Particulars	Details
1.	Name of the subsidiary	MEHAI TECHNOLOGY LIMITED
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	01/04/2023 TO 31/03/2024
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	N/A
4.	Share capital	19,61,00,000.00
5.	Reserves & surplus	23,05,57,000.00
6.	Total Assets	48,00,61,000.00
7.	Total Liabilities	48,00,61,000.00
8.	Investments	251000.00
9.	Turnover	15,99,17,000.00
10.	Profit before taxation	1,08,48,000.00
11.	Provision for taxation	43,80,000.00
12.	Profit after taxation	42,69,000.00
13.	Proposed Dividend	0.00
14.	% of shareholding	52.96%



2.

Sr. No.	Particulars	Details	Details
1.	Name of the Step-down subsidiary	MOMENTOUS RETAILS PVT. LTD	MEHAI AQUA PRIVATE LIMITED
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	01/04/2023 to 31/03/2024	01/04/2023 to 31/03/2024
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries.	N/A	N/A
4.	Share capital	2,00,000.00	100,000.00
5.	Reserves & surplus	1,99,020.00	10,000
6.	Total Assets	87,20,790.00	25,01,68,000.00
7.	Total Liabilities	87,20,790.00	25,01,68,000.00
8.	Investments	0.00	00
9.	Turnover	12,96,847.44	00
10.	Profit before taxation	(3,210.00)	10,000.00
11.	Provision for taxation	-	-
12.	Profit after taxation	(3,210.00)	10,000.00
13.	Proposed Dividend	0.00	0.00
14.	% of shareholding	100%	51%

**Notes: The following information shall be furnished at the end of the statement:**

1. Names of subsidiaries which are yet to commence operations - NIL
2. Names of subsidiaries which have been liquidated or sold during the year. - NIL



## Part "B": Associates and Joint Ventures

Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Associates/Joint Ventures	Name 1	Name 2	Name 3
<b>1. Latest audited Balance Sheet Date</b>			
<b>2. Shares of Associate/Joint Ventures held by the company on the year end</b>			
<b>No.</b>		<b>NIL</b>	
<b>Amount of Investment in Associates/Joint Venture</b>			
<b>Extend of Holding %</b>			
<b>3. Description of how there is significant influence</b>			
<b>4. Reason why the associate/joint venture is not consolidated</b>			
<b>5. Networth attributable to Shareholding as per latest audited Balance Sheet</b>		<b>NIL</b>	
<b>6. Profit / Loss for the year</b>			
<b>i. Considered in Consolidation</b>			
<b>ii. Not Considered in Consolidation</b>			



1. Names of associates or joint ventures which are yet to commence operations.
2. Names of associates or joint ventures which have been liquidated or sold during the year.

**Note: This Form is to be certified in the same manner in which the Balance Sheet is to be certified.**



## Annexure II

### MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management's discussion and analysis of the financial condition and results of operations include forward looking statements based on certain assumptions and expectations of future events. The Company cannot assure that these assumptions and expectations are accurate. Although the Management has considered future risks as part of the discussions, future uncertainties are not limited to Management perceptions.

#### 1. Review of Indian Economy:

India has emerged as the fastest-growing major economy in the world and is expected to be one of the top three economic powers in the world over the next 10-15 years, backed by its robust democracy and strong partnerships. India's nominal gross domestic product (GDP) at current prices is estimated to be at Rs. 232.15 trillion (US\$ 3.12 trillion) in FY22. India is the third- largest unicorn base in the world with over 100 unicorns with a total valuation of US\$ 332.7 billion. India needs to increase its rate of employment growth and create 90 million non-farm jobs between 2023 and 2030s, for productivity and economic growth according to McKinsey Global Institute. The net employment rate needs to grow by 1.5% per year from 2023 to 2030 to achieve 8-8.5% GDP growth between 2023 and 2030. According to data from the Department of Economic Affairs, as of March, 2023, foreign exchange reserves in India reached the US\$ 578.4 billion mark. To cushion rupee depreciation, RBI has been intervening in the forex market via both spot and forward positions.

#### 2. Industry Structure and developments:

Services exports comprise a major part of the total export from India. The services sector had targeted USD 300 billion but accomplished USD 322.72 billion. Buoyed by a significant jump in exports during 2022-23, Services Export Promotion Council (SEPC) said the healthy growth trend will continue and shipments are expected to reach up to USD 400 billion this fiscal i.e. 2023-24. During 2022-23, the country's services exports rose by 42 per cent to USD 322.72 billion from USD 254 billion in 2021-22, according to provisional data from the commerce ministry.

#### 3. Strength, Opportunities, Threats

##### Strength:

- Established operations and proven track record
- Quality Assurance and Standards
- Experienced Management Team
- Satisfied customer with quality and service
- Smooth flow of operations



➤ **Strong business model**

**Opportunities:**

- **Potential to provide other value-added services**
- **Expanding new geographical area**
- **Opportunities in Indian Market**
- **Government thrust for growth in Indian Economy will boost the Services and logistics Industry.**

**Threats:**

- **Increase Competition from Big Players**
- **Change in Government Policies**
- **Rising labour wages**
- **Margins may be constrained in the future**
- **There are no entry barriers in our industry which puts us to the threat of competition from new entrants.**

**4. Segment Wise - Product wise performance:**

During the year under review, the Company operates into the different segments which are Transportation, Manpower & Merchandise Cleaning Charges and sales & Supply of goods.

**Details of Segment wise Revenue of the Company:**

- **Transportation: The Total Revenue from Transportation is Rs. 32.02/- Lakh**
- **Manpower & Merchandise Cleaning Charges: The Total Revenue from Manpower & Merchandise Cleaning Charges is Rs. 3,738.20/- Lakh**
- **Sales & Supply of goods: The Total Revenue from Sales & Supply of goods is Rs. 6,673.35/- Lakh**

**5. Outlook:**

The Continual growth in the Indian sector is necessary to give necessary support to the industry. The company is making all efforts to accelerate the growth of its business. It expects to improve its position in the market by focusing in the technologically advanced and more profitable market segment and working aggressively in the area of productivity, efficiency and cost reduction.

**6. Risks and Concerns**

The Industry is exposed to the following risk and concerns:

- **Political instability or a change in economic liberalization and deregulation policies could seriously harm business and economic conditions in India generally and our business in particular.**



The Government of India has traditionally exercised and continues to exercise influence over many aspects of the economy. Our business and the market price and liquidity of our Equity Shares may be affected by interest rates, changes in Government policy, taxation, social and civil unrest and other political, economic or other developments in or affecting India. The rate of economic liberalization could change, and specific laws and policies affecting the information technology sector, foreign investment and other matters affecting investment in our securities could change as well. Any significant change in such liberalization and deregulation policies could adversely affect business and economic conditions in India, generally, and our business, prospects, financial condition and results of operations, in particular.

- **Uncertain Demand:**  
Aggregately, economic volatility and cyclical demand cause fluctuations in production. On a more granular level, consumer preference can cause spikes in demand for an individual products or company. Efficient lean capabilities must be in place to keep inventory aligned with demand.
- **We require high working capital for our smooth day to day operations of business and any discontinuance or our inability to acquire adequate working capital timely and on favourable terms may have an adverse effect on our operations, profitability and growth prospects.**  
Our business demands substantial funds towards working capital requirements. In case there are insufficient cash flows to meet our working capital requirement or we are unable to arrange the same from other sources or there are delays in disbursement of arranged funds, or we are unable to procure funds on favourable terms, it may result into our inability to finance our working capital needs on a timely basis which may have an adverse effect on our operations, profitability and growth prospects.
- **We require certain approvals and licenses in the ordinary course of business and are required to comply with certain rules and regulations to operate our business, and the failure to obtain, retain and renew such approvals and licenses in timely manner or comply with such rules and regulations or at all may adversely affect our operations.**

We require several statutory and regulatory permits, licenses and approvals to operate our business. Many of these approvals are granted for fixed periods of time and need renewal from time to time. Non-renewal of the said permits and licenses would adversely affect our Company's operations, thereby having a material adverse effect on our business, results of operations and financial condition. There can be no assurance that the relevant authorities will issue any of such permits or approvals in the time-frame anticipated by us or at all. Further, some of our permits, licenses and approvals are subject to several conditions and we cannot provide any assurance that we will be able to continuously meet such conditions or be able to prove compliance with such conditions to the statutory authorities, which may lead to the cancellation, revocation or suspension of relevant permits, licenses or approvals. Any failure by us to apply in time, to renew, maintain or obtain the required permits, licenses or approvals, or the cancellation, suspension or revocation of any of the permits, licenses or approvals may result in the interruption of our operations and may have a material adverse effect on the business.



## 7. Internal Control systems and its adequacy

The Company has an effective and reliable internal control system commensurate with the size of its operations. At the same time, it adheres to local statutory requirements for orderly and efficient conduct of business, safeguarding of assets, the detection and prevention of frauds and errors, adequacy and completeness of accounting records and timely preparation of reliable financial information. The efficacy of the internal checks and control systems is validated by self-audits and internal as well as statutory auditors.

## 8. Discussion on financial performance of the Company with respect to operational performance.

### Share Capital

The Paid-up Share Capital of the Company as on 31st March, 2024 is Rs. 13,51,81,920/- (Rupees Thirteen Crore Fifty-One Lakh Eighty-One Thousand Nine Hundred and Twenty only) divided into 1,35,18,192 (One Crore Thirty-Five Lakh Eighteen Thousand One Hundred and Ninety-Two) Equity Shares of Rs. 10 /- (Rupees Ten only).

### • Reserves and Surplus

The reserves and surplus are Rs. 6,606.25 Lakh as on the end of the current year.

### • Total Income

During the year under consideration, the total income was Rs. 10,472.17 Lakh as against Rs. 8270.96 Lakh during the previous year.

## 9. Material developments in Human resources / industrial Relations front, including number of people employed

Human resource is an asset to any industry. We believe that our employees are the key to the success of our business and hence we have a structured organization plan to take care of the growth and motivation aspects of our team. Our manpower is a prudent mix of experienced and young personnel which gives us the dual advantage of stability and growth. Our work processes and skilled resources together with our strong management team have enabled us to successfully implement our growth plans. The details of department wise number of employees are given here below:

The total strength of manpower as on 31/03/2024 is 1686 employees. The number of employees is dependent on the number of projects in hand as our work is labour intensive involving deployment of Manpower for Mechanized Cleaning, Catering, Housekeeping, Conservancy Service, Security Service, Catering Services, Contractual services, Supplying Goods & Services, Logistics and other related services.



## 10. Key Financial Ratios:

Ratios	2024	2023	Change
Current Ratio	2.12	2.60	-18.60
Debt Equity Ratio	0.32	0.33	-3.12
Return on Equity Ratio (in %)	12.68	19.21	-6.53
Inventory Turnover Ratio	46.34	30.56	51.63
Trade Receivable Turnover Ratio	3.33	1.46	128.55
Trade Payable Turnover Ratio	7.99	3.00	165.83
Net Capital Turnover Ratio	2.68	1.68	59
Net Profit Ratio	8.20	13.23	-5.04
Return on Capital Employed(in %)	14.54	20.34	-5.80

## 11. Cautionary Statement

This report contains forward-looking statements based on the perceptions of the Company and the data and information available with the company. The company does not and cannot guarantee the accuracy of various assumptions underlying such statements and they reflect Company's current views of the future events and are subject to risks and uncertainties. Many factors like change in general economic conditions, amongst others, could cause actual results to be materially different.

Place: Kolkata  
Date: 07.09.2024

For and on behalf of the Board of Directors of  
DYNAMIC SERVICES & SECURITY LIMITED

SD/-  
Jugal Kishore Bhagat  
(Managing Director)  
DIN: 02218545

SD/-  
Rekha Bhagat  
(Director)  
DIN: 03564763



## Annexure-III

### DISCLOSURE UNDER RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULE, 2014:

1. The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year 2023-24.

Sr. No.	Name of the Director	Remuneration	Median Remuneration	Ratio
1.	Mr. Jugal Kishore Bhagat	Rs. 51,00,000	Rs. 1,56,000	32.69:1
2.	Mrs. Rekha Bhagat	Rs. 0	Rs. 1,56,000	0:1
3.	Mrs. Rekha Devi Bhagat	Rs. 12,00,000	Rs. 1,56,000	7.69:1

2. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the Financial year 2023-24.

Sr. No.	Name of the Director	Designation	% Increase
1.	Mr. Jugal Kishore Bhagat	Managing Director	NIL
2.	Mrs. Rekha Bhagat	Director	NIL
3.	Mrs. Rekha Devi Bhagat	Director	NIL
4.	Mrs. Vinita Yadav	Chief Financial Officer	38.19%
5.	Mrs. Sushma Kumari Agarwal	Company Secretary	NIL

3. The Median Remuneration of Employees (MRE) of the Company is Rs. 1,56,000/- for the Financial Year 2023-24.

4. The number of permanent employees on the rolls of Company in the financial year 2023-24.

The Company has 19 permanent employees on its rolls;

5. The average increase in median remuneration of the employees is 4.00%.

6. Affirmation that the remuneration is as per the remuneration policy of the Company.

It is affirmed that the remuneration paid is as per the remuneration policy of the Company.



## ANNEXURE - IV

### Form No. MR-3

#### Secretarial Audit Report for the financial year ended 31.03.2024

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
The Members  
DYNAMIC SERVICES & SECURITY LIMITED  
375, Dakshindari Road, Parganas North  
Kolkata, WB 700048

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by DYNAMIC SERVICES & SECURITY LIMITED (hereinafter called the company). Secretarial audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2024, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have also examined the following:

all the documents and records made available to us and explanation provided by DYNAMIC SERVICES & SECURITY LIMITED ("the Listed Entity"),

- (a) the filings/submissions made by the Listed Entity to the Stock Exchanges,
- (b) website of the listed entity,
- (c) books, papers, minute books, forms and returns filed with the Ministry of Corporate Affairs and other records maintained by DYNAMIC SERVICES & SECURITY LIMITED ("the Company") for the financial year ended on 31st March, 2024 according to the provisions as applicable to the Company during the period of audit and subject to the reporting made hereinafter and in respect of all statutory provisions listed hereunder:
  - i. The Companies Act, 2013 (the Act) and the Rules made there under;
  - ii. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the Rules made there under;
  - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
  - iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment, External Commercial Borrowings, and Foreign Trade (Development and Regulation) Act 1992;
  - v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"):-
    - a. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;



- b. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- c. The Securities and Exchange Board of India (Prohibition of Insider Trading Regulations, 2015;
- d. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
- e. The Securities and Exchange Board of India (Share based employee benefit) Regulations, 2014; (not applicable to the Company during the audit period)
- f. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- g. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- h. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and (not applicable to the Company during the audit period)
- i. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; (not applicable to the Company during the audit period)

We hereby report that

- a. The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- b. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- c. All decisions at Board Meetings and Committee Meetings are carried out unanimously or as per requisite majority as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.
- d. The Listed Entity has complied with the provisions of the above Regulations and circulars/guidelines issued thereunder.
- e. The Listed Entity has maintained proper records under the provisions of the above Regulations and circulars/guidelines issued thereunder in so far as it appears from our examination of those records.
- f. There were no actions taken against the listed entity/its promoters/directors/material subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operation Procedures issued by SEBI through various circulars) under the aforesaid Acts/Regulations and circulars/guidelines issued thereunder.

We have also examined the compliance with the applicable clauses of the following:

- (i) The Listing Agreements entered into by the Company with the Stock Exchanges, where the Securities of the Company are listed and the uniform listing agreement with the said stock exchanges pursuant to the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
- (ii) Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS- 2) issued by the Institute of Company Secretaries of India.

We further report that, based on the information provided by the Company, its officers and authorized representatives in our opinion, adequate systems and control mechanism exist in the Company to monitor and ensure compliance with other applicable general laws including Human Resources and Labour laws.

We further report that the compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same have been subject to review by Statutory financial auditor and other designated professionals.



I further report that during the audit period there were following specific events/actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above are:

1. Charges Created / modified / satisfied during the period under review:
  - a) Charge (Charge ID- 100778067) of Rs. 8,80,000/- (Rupees Eight Lacs Eighty thousands only) created on 24/07/2023 with AU Small Finance Bank Limited, all required compliance has been done.
  - b) Charge (Charge ID- 100778044) of Rs. 8,80,000/- (Rupees Eight Lacs Eighty thousands only) created on 27/07/2023 with AU Small Finance Bank Limited, all required compliance has been done.
  - c) Charge (Charge ID- 100847447) of Rs. 44,94,000/- (Rupees Forty four Lacs ninety four thousands only) created on 08/12/2023 with ICICI Bank Limited, all required compliance has been done.
  - d) Charge (Charge ID- 100863013) of Rs. 40,67,840/- (Rupees Forty lacs sixty seven thousand eight hundred forty only) created on 08/12/2023 with ICICI Bank Limited, all required compliance has been done.
  - e) Charge (Charge ID- 100863141) of Rs. 49,20,160/- (Rupees Forty nine lacs twenty thousand one hundred sixty only) created on 20/01/2024 with ICICI Bank Limited, all required compliance has been done.
  - f) Charge (Charge ID- 100900127) of Rs. 4,95,00,000/- (Rupees Four crores ninety five lacs only) created on 30/03/2024 with IDBI Bank Limited, all required compliance has been done.
2. As per information provided to us Preferential allotment of Equity share warrants for 228000 shares of Rs.60/- each (Face value Rs.10/-) each have been approved on 7<sup>th</sup> February,2024 (Phase I).
3. Authorised capital increased from Rs. 21,00,00,000 to Rs. 30,00,00,000/- as on EGM held on 18<sup>th</sup> July, 2023
4. Change in Memorandum of Association held for the change in Authorized capital on the Extra-ordinary General Meeting held on 18<sup>th</sup> July, 2023.
5. Object clause changed on Memorandum of Association as on Annual General Meeting held on 21<sup>st</sup> September, 2023.

I further report that during the audit period there were no instances of :

- Public/ Right Issue of Shares/Debentures/Sweat Equity, etc.
- Redemption/Buy Back of Securities
- Merger/Amalgamation/Reconstruction, etc.
- Foreign Technical Collaboration

Place: Kolkata

Date: 30.08.2024

**For ANKITA DEY & ASSOCIATES**  
*(Peer Reviewed Firm)*  
**CS Ankita Dey**  
**Proprietor**  
**Practicing Company Secretary**  
**Membership No.: A62192**  
**C.P. No.: 23218**  
**Peer Review No.: 3338/2023**  
**FRN: S2020WB738400**  
**UDIN: A062192F001084831**



## Annexure - A

To  
The Members  
DYNAMIC SERVICES & SECURITY LIMITED  
375, Dakshindari Road, Parganas North  
Kolkata, WB 700048

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on the random test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules, regulations, happening of events and company has represented that Related party transaction are at Arm's Length basis and in Ordinary Course of Business.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures on a random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**Place: Kolkata**  
**Date: 30.08.2024**

**For ANKITA DEY & ASSOCIATES**  
**(Peer Reviewed Firm)**

**CS Ankita Dey**  
**Proprietor**  
**Practicing Company Secretary**  
**Membership No.: A62192**  
**C.P. No.: 23218**  
**Peer Review No.: 3338/2023**  
**FRN: S2020WB738400**  
**UDIN: A062192F00108483**



## INDEPENDENT AUDITOR'S REPORT

To  
The Members  
**Dynamic Services & Security Limited**

### **Report on the audit of the Standalone Financial Statements**

We have audited the accompanying Standalone financial statements of the **DYNAMIC SERVICES & SECURITY LIMITED, CIN- L74999WB2016PLC218387** ("The Company"), which comprise the Balance Sheet as at **31st March 2024**, the statement of Profit & Loss, statement of changes in equity and the statement of Cash Flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the **Companies Act 2013** in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2024, and its Profit, changes in equity and its cash flows for the year ended on that date.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. 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 requirement that are relevant to our audit of the Financial Statement under the provisions of the Act and the rules thereunder, and we have fulfilled our ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Key Audit Matters**

Key Audit Matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statement for the current period. These matters were addressed in the context of our audit of standalone financial statement as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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



The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure to the Board Report, Business Responsibility 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.

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

If, based on the work we have performed, we concluded 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 Companies Act, 2013 with respect to the preparation of the financial statements that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the accounting principles generally accepted in India including the accounting standards specified under section 133 of the Act read with rule 7 of Companies (Accounts) Rules, 2014. 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 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.

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

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



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

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

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

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

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

1. 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 Act, 2013, we give in The "**Annexure A**", a statement on the matters specified in the paragraph 3 and 4 of the order to the extent applicable.
2. A) As required by section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account, as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss and the statement of Cash Flow 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 accounting Standards specified under section 133 of the Act read with Rule 7 of the **Companies (Accounts) Rules, 2014**.
  - e) The going Concern matter described in "Material uncertainty Related to going Concern" paragraph above, which in our opinion, may have no effect on the functioning of the company as a going concern.



- f) On the basis of written representations received from the directors, as on 31<sup>st</sup> March 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2024 from being appointed as a director in terms of Section 164(2) of the Companies Act, 2013.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report in **Annexure 'B'**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- a) The Company have disclosed the pending litigations as at 31<sup>st</sup> March 2024 which would impact its financial position.
- b) The Company has made provisions as required under applicable law or accounting standard for foreseeable losses; if any on long-term contracts including derivative contracts.
- c) There has been no need to transfer any amount which is required to be transferred, to the Investor Education and Protection Fund by the Company.
- d) i. 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) during the year by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
- Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of Company or
  - Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- ii. The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any persons or entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall:
- Directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the funding party or
  - Provide any guarantee, security or the like form or on behalf of the Ultimate Beneficiaries; and



- iii. Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that representations under sub clause (d) (i) and (d) (ii) contain any material misstatement.
- e) The Company has not declared or paid any dividend during the year.
- C) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of the Act.
- D). Based on our examination, which include test checks, the Company has used accounting software for maintaining its books of accounts which have a feature of recording audit trail (edit log) facility and that have operated throughout the financial year for all relevant transactions recorded in the software except for modifications, if any, made by certain users having specific access to the accounting software. During the course of performing our procedures, we did not notice any instance of audit trail feature being tampered with during the period for which the audit trail feature was enabled.

**For M/s. Bijan Ghosh & Associates  
(Chartered Accountants)  
Firm's Registration no.: 323214E**

**SD/-  
(Mr. Bijan Ghosh)  
(Proprietor)  
Membership No: 009491  
UDIN :24009491BKDZYN7860**

**Place: Kolkata  
Date: 28.05.2024**



## Annexure - A to the Independent Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the financial statements for the year ended 31st March 2024, we report that:

- (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 does not have any Intangible Assets. Accordingly, clause 3(i)(a)(B) of the order is not applicable.
- (b) According to the information and explanation given to us and on the basis of our examination of the record of the company, the Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to information and explanation given to us and on the basis of our examination of the records of the Company, the Company have Immovable Property the title deeds of those immovable properties are held in the name of the Company.
- (d) According to information and explanation 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) during the year.
- (e) According to information and explanation 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 Transactions Act, 1988 and the rules made thereunder.
- ii. (a) The inventory has been physically verified by the management during the year. In the opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book record that were 10% or more in the aggregate for each class of inventory.  
(b) According to information and explanation given to us and on the basis of our examination of the records of the company, the company has sanctioned working capital limits in excess of five crore in aggregate from banks or financial institutions on security of current asset. Accordingly, clause 3(ii)(b) of the order is applicable.
- iii. According to the information and explanations given to us, the Company has not granted loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (f) of the Order are not applicable to the Company and hence not commented upon.



- iv. According to the information and explanations given to us and on the basis of our examination of the records the company has complied with the provision u/s 185 and 186 of the companies Act 2013 for loans given or provided any guarantee or security as specified under section 185 of the companies Act, 2013.
- v. According to the information and explanations given to us, the Company has not accepted any 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 maintenance of Cost Records has not been specified by the Central Government under sub section (1) of Section 148 of the Act for the business activities carried on by the Company.
- vii. According to the information and explanation given to us and on the basis of our examination of the record of the company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax ("GST"), provident fund, Employees' state insurance, income tax, Duty of customs, cess and other material statutory dues have generally been regularly deposited with the appropriate authorities.
  - a. According to information and explanation given to us, no undisputed amounts payable in respect of GST, provident fund, Employees' state insurance, income tax, Duty of custom, cess and other material statutory dues were in arrear as at 31<sup>st</sup> March 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, there are no material dues of income tax, sales tax, duty of customs, duty of excise, service tax, value added tax which have not been deposited with the appropriate authorities on account of any dispute.
- viii. According to the information and explanations given to us and on the basis of our examination of the company, the company has not surrendered or disclosed any transaction, previously unrecorded as income in the books of account, in the tax assessments under the income-tax Act, 1961 as income during the year.
- ix.
  - a) According to the information and explanations given to us and based on our examination of the records of the Company, the company did not defaulted in repayment of loan or other borrowings or in the payment of interest thereon to any lender during the years.
  - b) According to the information and explanation 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) According to the information and explanations given to us, the company has utilized the money obtained by way of term loan during the financial year for the purpose for which they were obtained.



- d) According to the information and explanations given to us and on an overall examinations of balance sheet of the company, we report that no funds have been raised on short-term basis have been used for long-term purposes by the company.
- e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the companies Act, 2013. Accordingly, clause 3(ix)(e) of the order is not applicable.
- f) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the companies Act, 2013. Accordingly, clause 3(ix)(f) of the order is not applicable.
- x) a) The Company has not raised any money by way of initial 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 fully or partly convertible debentures 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 standards on Auditing, we report that no fraud by the company or on the company has been noticed or reported during the course of audit.
- b) According to information and explanation given to us, no report under sub-section (12) of section 143 of the Companies Act, 2013 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 Auditor, we did not received any whistle-blower complaints during the year.
- xii) According to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii) In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of the related party transactions have been disclosed in the



standalone financial statements as required by the applicable Indian accounting standards.

- xiv) a) Based on information and explanations provided to us and our audit procedures, in our opinion, the company has an internal audit system commensurate with the size and nature of its business.
  - b) We have considered the internal audit reports of the company issued till date for the period under audit.
- xv) In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected to its directors and provision of section 192 of the companies act, 2013 are not applicable.
- xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, clause 3(xvi)(a) of the order is not applicable.
  - (b) The Company has not conducted any Non-Banking Financial & Housing Finance Activities during the year, clause 3(xvi)(b) of the order is not applicable.
  - (c) The company is not core investment company (CIC) as defined in the regulations made by Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the order is not applicable.
  - (d) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- 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, our knowledge of the Board of directors and management plans 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 period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future ability 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.

- 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 Companies Act, 2013 pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the order are not applicable.
- xxi) The company is required to prepare Consolidated Financial Statement, there have been no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO).

**For M/s. Bijan Ghosh & Associates  
(Chartered Accountants)  
Firm's Registration no.: 323214E**

**SD/-  
(Mr. Bijan Ghosh)  
(Proprietor)  
Membership No: 009491  
UDIN:  
24009491BKDZYN7860**

**Place: Kolkata  
Date: 28.05.2024**



## **“Annexure – B” to the Independent Auditors’ Report of even date on the Financial Statements of Dynamic Services & Security Limited**

### **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 **Dynamic Services & Security Limited (“The Company”)** as of 31st March, 2024 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

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

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (‘ICAI’). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors’ Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that 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 and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



## Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

## Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

## Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 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 M/s. Bijan Ghosh & Associates**  
**(Chartered Accountants)**  
**Firm's Registration no.: 323214E**

**SD/-**  
**(Mr Bijan Ghosh)**  
**(Proprietor)**  
**Membership No: 009491**  
**UDIN :**  
**24009491BKDZYN7860**

**Place: Kolkata**  
**Date: 28.05.2024**



## DYNAMIC SERVICES & SECURITY LIMITED

CIN- L74999WB2016PLC218387

### STANDALONE BALANCE SHEET AS AT 31ST MARCH 2024

(Amount in Lakhs)

Particulars	Note	As at 31st March, 2024	As at 31st March, 2023
<b>I. ASSETS</b>			
<b>1 Non Current Assets</b>			
a) Property, Plant and Equipment	5	79.79	75.26
b) Capital work-in progress	6	425.42	233.29
c) Financial Assets			
i. Investments	7	1,402.55	202.67
ii. Other Financial Assets	8	1,908.50	-
d) Deferred Tax Assets (Net)	9	10.02	9.39
e) Other Non Current Assets	10	986.51	1,391.30
<b>Sub Total</b>		<b>4,812.79</b>	<b>1,911.91</b>
<b>2 Current Assets</b>			
a) Inventories	11	227.32	223.43
b) Financial Assets			
i. Trade receivables	12	3,255.37	3,016.15
ii. Cash and cash equivalents	13	50.91	719.43
iii. Other financial assets	14	17.39	-
c) Other Current Assets	15	3,301.88	2,820.35
<b>Sub Total</b>		<b>6,852.87</b>	<b>6,779.36</b>
<b>Total Assets</b>		<b>11,665.66</b>	<b>8,691.27</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders Funds</b>			
a) Equity Share Capital	16	1,374.62	1,351.82
b) Other Equity	17	6,606.25	4,170.15
<b>Sub Total</b>		<b>7,980.87</b>	<b>5,521.97</b>
<b>LIABILITIES</b>			
<b>2 Non Current Liabilities</b>			
a) Financial Liability			
i) Borrowings	18	450.30	566.45
b) Provisions	19	2.32	-
<b>Sub Total</b>		<b>452.62</b>	<b>566.45</b>
<b>3 Current Liabilities</b>			
a) Financial Liabilities			
i) Borrowings	20	2,097.89	1,272.42
ii) Trade Payables	21		
-Total Outstanding dues of Micro Enterprises and Small Enterprises			
-Total Outstanding dues of creditors other than Micro Enterprises and Small Enterprises		751.41	880.36
b) Other Current Liabilities	22	92.94	82.78
c) Current Tax Liabilities(Net)	23	289.93	367.29
<b>Sub Total</b>		<b>3,232.17</b>	<b>2,602.85</b>
<b>Total Equity and Liabilities</b>		<b>11,665.66</b>	<b>8,691.27</b>
<b>Basis of preparation and presentation of Financial Statements</b>	2		
<b>Material Accounting Policies</b>	3		
<b>Significant Judgement &amp; Key Estimate</b>	4		
<b>Accompanying notes form an integral part of the financial statements</b>			

As per our report of even date attached.

For and on behalf of the Board of Directors

For M/s. Bijan Ghosh & Associates  
Chartered Accountants  
Firm Registration No. : 323214E

Jugal Kishore Bhagat  
Managing Director  
DIN: 02218545

Rekha Devi Bhagat  
Director  
DIN: 08521001

(Mr. Bijan Ghosh)  
Proprietor  
Membership No. 009491  
Place: Kolkata  
Dated: 28.05.2024  
UDIN: 24009491BKDZYN7860

Vinita Yadav  
Chief Financial Officer

Sushma Kumari Agarwal  
Company Secretary



## DYNAMIC SERVICES & SECURITY LIMITED

CIN- L74999WB2016PLC218387

### STANDALONE STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2024

(Amount in Lakhs)

Sl.No.	Particulars	Note	For the year ended 31st March,2024	For the year ended 31st March,2023
I.	<b>Revenue:</b>			
	- Revenue From Operations	24	10,443.57	7,311.75
	- Other Income	25	28.60	959.21
	<b>Total Revenue</b>		<b>10,472.17</b>	<b>8,270.96</b>
II.	<b>Expenses:</b>			
	a. Purchases of Stock-in-trade	26	6,517.04	4,964.46
	b. Changes in inventories of Stock-in-Trade	27	(3.89)	31.66
	c. Employee benefits expenses	28	1,536.56	1,199.06
	d. Finance Cost	29	310.83	280.08
	e. Depreciation and Amortization Expenses	30	15.86	31.59
	f. Other Expenses	31	875.57	547.27
	<b>Total Expenses</b>		<b>9,251.97</b>	<b>7,054.12</b>
III.	<b>Profit/(Loss) before exceptional and extraordinary items and tax</b>		1,220.20	1,216.84
IV.	Exceptional Items		-	-
V.	<b>Profit/(Loss) before tax</b>		<b>1,220.20</b>	<b>1,216.84</b>
VI.	<b>Tax expense:</b>	32		
	- Current Tax		364.53	252.39
	- Deferred Tax		(0.63)	(3.40)
	<b>Total Tax Expenses</b>		<b>363.90</b>	<b>248.99</b>
VII.	<b>Profit / (Loss) after Tax</b>		<b>856.30</b>	<b>967.85</b>
VIII.	<b>Other Comprehensive Income</b>			
	<u>Items that will not be reclassified to profit or loss</u>			
	a) Remeasurement of defined benefit plan		-	-
	b) Income tax relating to above items		-	-
	<b>Other Comprehensive Income for the Year (Net of Tax)</b>		-	-
IX.	<b>Total Comprehensive Income for the Year</b>		<b>856.30</b>	<b>967.85</b>
X.	<b>Earnings per Equity Shares of par value of Rs. 10 each</b>	33		
	Basic Earnings Per Share (Rs.)		6.40	7.16
	Diluted Earnings Per Share (Rs.)		3.70	7.16
	<b>Basis of preparation and presentation of Financial Statements</b>	2		
	<b>Material Accounting Policies</b>	3		
	<b>Significant Judgement &amp; Key Estimate</b>	4		
	<b>Accompanying notes form an integral part of the financial statements</b>			

As per our report of even date attached.

For and on behalf of the Board of Directors

For M/s. Bijan Ghosh & Associates

Chartered Accountants

Firm Registration No. : 323214E

Jugal Kishore Bhagat  
Managing Director  
DIN: 02218545

Rekha Devi Bhagat  
Director  
DIN: 08521001

(Mr. Bijan Ghosh)

Proprietor

Membership No. 009491

Place: Kolkata

Dated: 28.05.2024

UDIN: 24009491BKDZYN7860

Vinita Yadav  
Chief Financial Officer

Sushma Kumari Agarwal  
Company Secretary



<b>DYNAMIC SERVICES &amp; SECURITY LIMITED</b>		
CIN: L74999WB2016PLC218387		
<b>STANDALONE CASH FLOW STATEMENT FOR YEAR ENDED 31st MARCH, 2024</b>		
<i>(Rs. In Lakhs)</i>		
Particulars	Year ended March 31, 2024	Year ended March 31, 2023
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Profit/(Loss) before Tax	1,220.20	1,216.84
<b>Adjustments for:</b>		
Depreciation and amortization expense	15.86	31.59
Finance Cost	310.83	280.08
Interest Income	(28.11)	-
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>1,518.78</b>	<b>1,528.51</b>
<b>Changes in Working Capital</b>		
Increase / (Decrease) in Trade Payables	(128.95)	(1,543.65)
Increase / (Decrease) in Other current liabilities	10.16	(181.48)
Increase / (Decrease) in Provision	2.32	(0.03)
(Increase) / Decrease in Inventories	(3.89)	31.66
(Increase) / Decrease in Trade Receivable	(239.22)	4,002.84
(Increase) / Decrease in other current assets	(481.53)	(1,953.79)
(Increase) / Decrease in other non current assets	(1,503.71)	-
<b>CASH GENERATED FROM / (USED IN) OPERATIONS</b>	<b>(826.04)</b>	<b>1,884.06</b>
Direct taxes paid (net of refunds)	(441.89)	-
<b>NET CASH FLOW FROM/ (USED IN) OPERATING ACTIVITIES (A)</b>	<b>(1,267.93)</b>	<b>1,884.06</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Payment against acquisition of Property, Plant & Equipment	(212.52)	(257.95)
Interest Income	10.72	-
Payment against acquisition of Investments	(1,199.88)	(851.60)
<b>NET CASH FLOW FROM/ (USED IN) INVESTING ACTIVITIES (B)</b>	<b>(1,401.68)</b>	<b>(1,109.55)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from/ (repayment of) non current borrowings (Net)	(116.15)	(213.44)
Proceeds from/ (repayment of) current borrowings (Net)	825.47	(282.87)
Finance Cost	(310.83)	(280.08)
Proceeds from issue of equity shares	136.80	-
Proceeds from share warrants	1,465.80	-
<b>NET CASH GENERATED FROM / (USED IN) FINANCING ACTIVITIES (C)</b>	<b>2,001.09</b>	<b>(776.39)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(668.52)</b>	<b>(1.88)</b>
Opening Cash and Cash Equivalents	719.43	721.31
<b>Closing Cash and Cash Equivalents</b>	<b>50.91</b>	<b>719.43</b>
<b>Notes:</b>		
a) The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.		
b) The composition of Cash & Cash Equivalent has been determined based on the Accounting Policy Note No. xx.		
c) Direct Taxes paid are treated as arising from operating activities and are not bifurcated between investing and financing activities.		
d) Figures for the previous year have been re-grouped wherever considered necessary.		
Basis of preparation and presentation of Financial Statements	2	
Material Accounting Policies	3	
Significant Judgement & Key Estimate	4	
Accompanying notes form an integral part of the financial statements		
<b>As per our report of even date</b>		
For M/s. Bijan Ghosh & Associates Chartered Accountants (Firm Registration No.323214E)		For and on behalf of the Board of Directors
	Jugal Kishore Bhagat Managing Director DIN: 02218545	Rekha Devi Bhagat Director DIN: 08521001
Bijan Ghosh Proprietor Membership No. 009491 Place: Kolkata Dated: 28-05-2024 UDIN: 24009491BKDZYN7860	Vinita Yadav Chief Financial Officer	Sushma Kumari Agarwal Company Secretary



## DYNAMIC SERVICES & SECURITY LIMITED

### 1. CORPORATE AND GENERAL INFORMATION

Dynamic Services & Security Limited (“the Company”) is a public limited company incorporated in 2001 and domiciled in India and has its listing on the NSE. The registered office of the Company is situated in Kolkata, West Bengal. The Company’s principal business is to provides Mechanized Cleaning, Conservancy, Housekeeping, Catering, Security & Man Power Supply, etc.

The standalone financial statements of the Company for the year ended 31<sup>st</sup> March 2024 has been approved by the Board of Directors in their meeting held on 28<sup>th</sup> May 2024.

### 2. BASIS OF PREPARATION & PRESENTATION OF STANDALONE FINANCIAL STATEMENT

#### 2.1. Statement of Compliance

These standalone financial statements have been prepared in accordance with the Indian Accounting Standards (“Ind AS”) as prescribed by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 (“the Act”), read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended), other relevant provisions of the Act and other accounting principles generally accepted in India.

#### 2.2. Basis of Measurement

The Company maintains accounts on accrual basis following the historical cost convention, except for followings:

- Certain Financial Assets and Liabilities are measured at Fair value/ Amortised cost (refer accounting policy regarding financial instruments);

#### 2.3. Functional and Reporting Currency

The Standalone Financial Statements are presented in Indian Rupee (INR), which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates. All financial information presented in INR have been rounded off to the nearest lakhs up to two decimals as per the requirements of Schedule III, unless otherwise stated.

#### 2.4. Use of Estimates and Judgements

The preparation of standalone financial statements in conformity with Ind AS requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the standalone financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

#### 2.5. Presentation of Standalone Financial Statements

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in the Division-II, Schedule III to the Companies Act, 2013 (“the Act”). 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 Division-II, Schedule III to the Act, and various stipulations of Ind AS or any other act are presented by way of notes forming part of the standalone financial statements along with the other notes required to be disclosed under the notified Accounting Standards and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended from time to time).



## 2.6. Operating Cycle for current and non-current classification

All assets and liabilities have been classified as current or non-current depending on the Company's normal operating cycle and other criteria set out in the Division-II, Schedule III of the Companies Act, 2013 and Ind AS 1. The Company has ascertained its operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities.

An asset is classified as current when it is:

- Expected to be realized or intended to sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All the other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current. Deferred Tax Assets and Liabilities are classified as non-current assets and liabilities respectively.

## 2.7. Measurement of Fair Values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the standalone financial statements are categorised within the fair value hierarchy, described as follows, based on the input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Inputs other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and



- Level 3 — Inputs which are unobservable inputs for the asset or liability.

External valuers are involved for valuation of significant assets & liabilities. Involvement of external valuers is decided by the management of the company considering the requirements of Ind AS and selection criteria include market knowledge, reputation, independence and maintenance of professional standards.

### 3. MATERIAL ACCOUNTING POLICIES

A summary of the material accounting policies applied in the preparation of the standalone financial statements are as given below. These accounting policies have been applied consistently to all the periods presented in the standalone financial statements.

#### 3.1. INVENTORIES

Inventories are valued at the lower of cost and net realizable value (NRV). Cost is measured by including, unless specifically mentioned below, cost of purchase and other costs incurred in bringing the inventories to their present location and condition. NRV is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

#### 3.2. CASH AND CASH EQUIVALENTS

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

For the purpose of the statement of cash flows, cash and cash equivalents includes cash on hand, term deposits and other short-term highly liquid investments, net of bank overdrafts as they are considered an integral part of the Company's cash management. Bank overdrafts/cash credit are shown within short term borrowings in the Balance sheet.

#### 3.3. INCOME TAX

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognised in the statement of profit & loss, except to the extent that it relates to items recognised in other comprehensive income or directly attributable to other equity. In these cases, the tax is also recognised in other comprehensive income or in statement of change in other equity, respectively.

##### 3.3.1. Current Tax:

Current tax liabilities (or assets) for the current and prior periods are measured at the amount expected to be paid to (recovered from) the taxation authorities using the tax rates (and tax laws) that have been enacted or substantively enacted, at the end of the reporting period.

##### 3.3.2. Deferred Tax

- Deferred Tax assets and liabilities is measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.
- Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes (i.e., tax base). Deferred tax is also recognized for carry forward of unused tax losses and unused tax credits.



- Deferred tax assets are recognized 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 utilized.
- The carrying amount of deferred tax assets is reviewed at the end of each reporting period. The Company reduces the carrying amount of a deferred tax asset to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or that entire deferred tax asset to be utilized. Any such reduction is reversed to the extent that it becomes probable that sufficient taxable profit will be available.
- Deferred tax relating to items recognized outside the Statement of Profit and Loss is recognized either in other comprehensive income or in statement of change in equity. Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.
- Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

### 3.4. PROPERTY, PLANT AND EQUIPMENT

#### 3.4.1. Tangible Assets

##### 3.4.1.1. Recognition and Measurement:

- Property, plant and equipment held for use in the production or/and supply of goods or services, or for administrative purposes, are stated in the balance sheet under cost model i.e., cost, less any accumulated depreciation and accumulated impairment losses (if any), except for freehold land which are carried at historical cost.
- Cost of an item of property, plant and equipment acquired comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting any trade discounts and rebates, any directly attributable costs of bringing the assets to its working condition and location for its intended use and present value of any estimated cost of dismantling and removing the item and restoring the site on which it is located. Such costs includes borrowing cost if recognition criteria are met.
- If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.
- Profit or loss arising on the disposal of property, plant and equipment are recognized in the Statement of Profit and Loss.

##### 3.4.1.2. Subsequent Measurement:

- Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the cost incurred will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced.
- Major Inspection/ Repairs/ Overhauling expenses are recognized in the carrying amount of the item of property, plant and equipment as a replacement if the recognition criteria are satisfied. Any Unamortized part of the previously recognized expenses of similar nature is derecognized.



### 3.4.1.3. Depreciation and Amortization:

- Depreciation on Property, Plant & Equipment is provided on Straight Line Method in terms of life span of assets prescribed in Schedule II of the Companies Act, 2013 or as reassessed by the Company based on the technical evaluation.
- In case the cost of part of tangible asset is significant to the total cost of the assets and useful life of that part is different from the remaining useful life of the asset, depreciation has been provided on straight line method based on internal assessment and independent technical evaluation carried out by external valuers, which the management believes that the useful lives of the component best represent the period over which it expects to use those components.
- Depreciation on additions (disposals) during the year is provided on a pro-rata basis depending on the usage period of assets since/ up to the date of installation / disposal.
- Depreciation on assets built on leasehold land, which is transferrable to the lessor on expiry of lease period, is amortized over the period of lease.
- Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

### 3.4.1.4. Disposal of Assets

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between net disposal proceeds and the carrying amount of the asset and is recognized in the statement of profit and loss.

### 3.4.1.5. Capital Work in Progress

Capital work-in-progress is stated at cost which includes expenses incurred during construction period, interest on amount borrowed for acquisition of qualifying assets and other expenses incurred in connection with project implementation in so far as such expenses relate to the period prior to the commencement of commercial production.

## 3.5 LEASES

### 3.5.1 Determining whether an arrangement contains a lease

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

### 3.5.2 Company as lessee

The Company's lease asset classes primarily consist of leases for Land and Buildings. The Company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset;



- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and;
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognises a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short term leases) and leases of low value assets. For these short term and leases of low value assets, the Company recognises the lease payments as an operating expense on a straight line basis over the term of the lease.

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. The lease liability is subsequently re-measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made.

A lease liability is re-measured upon the occurrence of certain events such as a change in the lease term or a change in an index or rate used to determine lease payments. The re-measurement normally also adjusts the leased assets.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

The right-of-use assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses, if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

### 3.6 REVENUE RECOGNITION

Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled to in exchange for those goods or services.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

#### 3.6.1 Other Income:

- 3.6.1.1 Interest Income: For all debt instruments measured either at amortized cost or at fair value through other comprehensive income (FVTOCI), interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset. For other financial assets interest is accounted for in terms of fair rate.
- 3.6.1.2 Dividend Income: Dividend income is accounted in the period in which the right to receive the same is established.



3.6.1.3 Other Income: Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably.

## 3.7 EMPLOYEE BENEFITS

### 3.7.1 Short Term Benefits

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the related services are provided. Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within twelve months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period.

### 3.7.2 Post-Employment Benefits

The Company operates the following post-employment schemes:

#### ➤ **Defined Benefit Plans (Gratuity)**

The liability or asset recognized in the Balance Sheet in respect of defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods. The defined benefit obligation is calculated annually by Actuaries using the projected unit credit method.

The liability recognized for defined benefit plans is the present value of the defined benefit obligation at the reporting date less the fair value of plan assets, together with adjustments for unrecognized actuarial gains or losses and past service costs. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. The benefits are discounted using the government securities (G-Sec) at the end of the reporting period that have terms approximating to the terms of related obligation.

Remeasurements of the net defined benefit obligation, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling, are recognized in other comprehensive income. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to the statement of profit and loss.

## 3.8 GOVERNMENT GRANTS

Government grants are recognised at their fair value, where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed.

## 3.9 FOREIGN CURRENCY TRANSACTIONS

Foreign currency (other than the functional currency) transactions are translated into the functional currency using the spot rates of exchanges at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rate of exchanges at the reporting date.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities are generally recognized in profit or loss in the year in which they arise except for exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those qualifying



assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings, the balance is presented in the Statement of Profit and Loss within finance costs.

Non monetary items are not retranslated at period end and are measured at historical cost (translated using the exchange rate at the transaction date).

### 3.10 BORROWING COSTS

Borrowing Costs consists of interest and other costs that an entity incurs in connection with the borrowings of funds. Borrowing costs also includes foreign exchange difference to the extent regarded as an adjustment to the borrowing costs.

### 3.11 FINANCIAL INSTRUMENTS

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

#### 3.11.1 Financial Assets

➤ Recognition and Initial Measurement:

All financial assets are initially recognized when the company becomes a party to the contractual provisions of the instruments. A financial asset is initially measured at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. However, trade receivables that do not contain a significant financing component are measured at transaction price.

➤ Classification and Subsequent Measurement:

For purposes of subsequent measurement, financial assets are classified in four categories:

- Measured at Amortized Cost;
- Measured at Fair Value Through Other Comprehensive Income (FVTOCI);
- Measured at Fair Value Through Profit or Loss (FVTPL); and
- Equity Instruments designated at Fair Value Through Other Comprehensive Income (FVTOCI).

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

- Measured at Amortized Cost: A debt instrument is measured at the amortized cost if both the following conditions are met:
  - The asset is held within a business model whose objective is achieved by both collecting contractual cash flows; and
  - The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the statement of profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade receivables, cash and bank balances, loans and other financial assets of the company.

- Measured at FVTOCI: A debt instrument is measured at the FVTOCI if both the following conditions are met:



- The objective of the business model is achieved by both collecting contractual cash flows and selling the financial assets; and
- The asset's contractual cash flows represent SPPI.

Debt instruments meeting these criteria are measured initially at fair value plus transaction costs. They are subsequently measured at fair value with any gains or losses arising on remeasurement recognized in other comprehensive income, except for impairment gains or losses and foreign exchange gains or losses. Interest calculated using the effective interest method is recognized in the statement of profit and loss in investment income.

- Measured at FVTPL: FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as FVTPL. In addition, the company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss. Equity instruments which are, held for trading are classified as at FVTPL.
- Equity Instruments designated at FVTOCI: For equity instruments, which has not been classified as FVTPL as above, the company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable. In case the company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment.

➤ Derecognition:

The Company derecognizes a financial asset on trade date 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.

➤ Impairment of Financial Assets:

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. The company recognizes impairment loss for trade receivables that do not constitute a financing transaction using expected credit loss model, which involves use of a provision matrix constructed on the basis of historical credit loss experience. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month 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.

### 3.11.2 Financial Liabilities

➤ Recognition and Initial Measurement:

Financial liabilities are classified, at initial recognition, as at fair value through profit or loss, loans and borrowings, payables or as derivatives, as appropriate. All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

➤ Subsequent Measurement:

Financial liabilities are measured subsequently at amortized cost or FVTPL. A financial liability is classified as FVTPL if it is classified as held-for-trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in profit or loss. Other financial liabilities are subsequently measured at amortized cost using the effective interest rate method.



Interest expense and foreign exchange gains and losses are recognized in profit or loss. Any gain or loss on derecognition is also recognized in profit or loss.

➤ Derecognition:

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

### 3.11.3 Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the counterparty.

### 3.11.4 Investments in Subsidiaries, Associates and Joint Venture

Investments in subsidiaries, associates and joint venture are carried at cost less provision for impairment, if any. Investment in subsidiaries, associates and joint venture are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of investments exceeds its recoverable amount.

### 3.12 Earnings Per Share

Basic Earnings per share (EPS) amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit attributable to equity holders adjusted for the effects of potential equity shares by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

### 3.13 Impairment of Non-Financial Assets

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value being higher of value in use and net selling price. Value in use is computed at net present value of cash flow expected over the balance useful lives of the assets. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (Cash Generating Units – CGU).

An impairment loss is recognized as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in earlier accounting period is reversed if there has been an improvement in recoverable amount.

### 3.14 Provisions, Contingent Liabilities and Contingent Assets

#### 3.14.1 Provisions

Provisions are recognized when there is a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.



### 3.14.2 Contingent Liabilities

Contingent liability is a possible obligation arising from past events and 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 but is not recognized because it is not possible that an outflow of resources embodying economic benefit will be required to settle the obligations or reliable estimate of the amount of the obligations cannot be made. The Company discloses the existence of contingent liabilities in Other Notes to Standalone Financial Statements.

### 3.15 Operating Segment

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker of the Company is responsible for allocating resources and assessing performance of the operating segments and accordingly is identified as the chief operating decision maker.

The Company has identified three reportable segment "Transport", "Manpower" and "Sales" based on the information reviewed by the CODM.

### 3.16 Standards notified but not yet effective

There are no new standards that are notified, but not yet effective, upto the date of issuance of the Company's standalone financial statements

## 4 SIGNIFICANT JUDGEMENTS AND KEY SOURCES OF ESTIMATION IN APPLYING ACCOUNTING POLICIES

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. Information about Significant judgments and Key sources of estimation made in applying accounting policies that have the most significant effects on the amounts recognized in the standalone financial statements is included in the following notes:

- **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 Company's future taxable income against which the deferred tax assets can be utilized. In addition, significant judgment is required in assessing the impact of any legal or economic limits.
- **Defined Benefit Obligation (DBO):** Employee benefit obligations are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions concerning future developments in discount rates, medical cost trends, anticipation of future salary increases and the inflation rate. The Company considers that the assumptions used to measure its obligations are appropriate. However, any changes in these assumptions may have a material impact on the resulting calculations.
- **Provisions and Contingencies:** The assessments undertaken in recognising provisions and contingencies have been made in accordance with Indian Accounting Standards (Ind AS) 37, 'Provisions, Contingent Liabilities and Contingent Assets'. The evaluation of the likelihood of the contingent events is applied best judgment by management regarding the probability of exposure to potential loss.
- **Impairment of Financial Assets:** The Company reviews its carrying value of investments carried at amortized cost annually, or more frequently when there is indication of impairment. If recoverable amount is less than its carrying amount, the impairment loss is accounted for.



- **Fair value measurement of financial Instruments:** When the fair values 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 input to these models are taken from observable markets where possible, but where this 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.

**For M/s. Bijan Ghosh & Associates  
(Chartered Accountants)  
Firm's Registration no.: 323214E**

**SD/-  
(Mr. Bijan Ghosh)  
(Proprietor)  
Membership No: 009491  
UDIN : 24009491BKDZYN7860**

**Place: Kolkata  
Date: 28.05.2024**



**DYNAMIC SERVICES & SECURITY LIMITED**  
CIN- L74999WB2016PLC218387  
STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2024

**A. Equity Share Capital**

(Refer Note 16)

(Amount in Lakhs)

Particulars	Amount
Balance as at 1st April 2022	1.00
Add: Issue of Equity Share Capital	1,350.82
<b>Balance as at 31st March, 2023</b>	<b>1,351.82</b>
Add: Issue of Equity Share Capital	22.80
<b>Balance as at 31st March, 2024</b>	<b>1,374.62</b>

**B Other Equity**

(Refer Note 17)

(Amount in Lakhs)

Particulars	Reserves and Surplus		Money Received against share warrants	Total
	Retained Earnings	Securities Premium		
Balance as at 1st April 2022	436.25	2,766.06	-	3,202.31
Profit for the year	967.85	-	-	967.85
Other Comprehensive Income	-	-	-	-
<b>Total Comprehensive Income for the year</b>	<b>967.85</b>	<b>-</b>	<b>-</b>	<b>967.85</b>
<b>Balance as at 31st March, 2023</b>	<b>1,404.10</b>	<b>2,766.06</b>	<b>-</b>	<b>4,170.15</b>
Profit for the year	856.30	-	-	856.30
Other Comprehensive Income	-	-	-	-
<b>Total Comprehensive Income for the year</b>	<b>856.30</b>	<b>-</b>	<b>-</b>	<b>856.30</b>
Add: Issue of equity shares	-	114.00	-	114.00
Add: Issue of share warrants	-	-	1,465.80	1,465.80
<b>Balance as at 31st March, 2024</b>	<b>2,260.40</b>	<b>2,880.06</b>	<b>1,465.80</b>	<b>6,606.25</b>

Basis of preparation and presentation of Financial Statements 2  
Material Accounting Policies 3  
Significant Judgement & Key Estimate 4  
Accompanying notes form an integral part of the financial statements

As per our report of even date

For M/s. Bijan Ghosh & Associates  
Chartered Accountants  
(Firm Registration No.323214E)

For and on behalf of the Board of Directors

Bijan Ghosh  
Proprietor  
Membership No. 009491  
Place: Kolkata  
UDIN: 24009491BKDZYN7860  
Dated: 28.05.2024

Jugal Kishore Bhagat  
Managing Director  
DIN: 02218545

Rekha Devi Bhagat  
Director  
DIN: 08521001

Vinita Yadav  
Chief Financial Officer

Sushma Kumari Agarwal  
Company Secretary



DYNAMIC SERVICES & SECURITY LIMITED				
CIN - L74999WB2016PLC218387				
NOTES ANNEXED TO AND FORMING PART OF THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2024				
			(Amount in Lakhs)	
SHARE CAPITAL			As at 31st March, 2024	As at 31st March, 2023
<b>Authorised</b>				
3,00,00,000 (1,40,00,000) Equity Shares of Rs.10/- each.			3,000.00	1,400.00
<b>Issued, Subscribed &amp; Paid up</b>				
1,37,46,192 (31st March,2023: 1,35,18,192 equity shares) Equity Shares of Rs.10/- each fully paid up.			1,374.62	1,351.82
<b>Total</b>			<b>1,374.62</b>	<b>1,351.82</b>
<b>NOTE 16A</b>				
A reconciliation of number of shares outstanding at the beginning and at the end of the period.				
(Amount in Lakhs)				
Particulars	As at 31st March, 2024		As at 31st March, 2023	
	Equity Shares		Equity Shares	
	Number	Amount	Number	Amount
Shares outstanding at the beginning of the year	1,35,18,192.00	1,351.82	10,000.00	1.00
Shares issued during the year	2,28,000.00	22.80	1,35,08,192.00	1,350.82
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	<b>1,37,46,192.00</b>	<b>1,374.62</b>	<b>1,35,18,192.00</b>	<b>1,351.82</b>
<b>NOTE 16B</b>				
<b>Terms / rights attached to equity shares</b>				
The Company has only one class of ordinary shares ("Equity Shares") having a par value of Rs.10/- each. Each holder of ordinary shares ("Equity Shareholders") is entitled to one vote per share and are entitled to dividend and to participate in surplus, if any, in the event of winding up.				
In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by shareholders.				
<b>NOTE 16C</b>				
<b>Details of Share Holders Holding more than 5% shares in the company</b>				
Name of Shareholder	As at 31st March, 2024		As at 31st March, 2023	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Jugal Kishore Bhagat	43,04,920.00	31.32%	42,50,920.00	31.45%
Rekha Bhagat	15,57,688.00	11.33%	15,03,688.00	11.12%
Rekha Devi Bhagat	7,49,117.00	5.45%	7,49,117.00	5.54%
Destiny Logistics & Infra Limited	22,82,063.00	16.60%	22,82,063.00	16.88%
<b>Total</b>	<b>88,93,788.00</b>	<b>64.70%</b>	<b>87,85,788.00</b>	<b>64.99%</b>
<b>Details of Shares held by Promoters in the Company</b>				
Name of Shareholder	As at 31st March, 2024		As at 31st March, 2023	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Jugal Kishore Bhagat	43,04,920.00	31.32%	42,50,920.00	0.31
Rekha Bhagat	15,57,688.00	11.33%	15,03,688.00	0.11
Rekha Devi Bhagat	7,49,117.00	5.45%	7,49,117.00	0.06
Destiny Logistics & Infra Limited (Promoter Group)	22,82,063.00	16.60%	22,82,063.00	0.17
<b>Total</b>	<b>88,93,788.00</b>	<b>64.70%</b>	<b>87,85,788.00</b>	<b>64.99%</b>
<b>Note 17</b>				
OTHER EQUITY			As at 31st March, 2024	As at 31st March, 2023
<b>Retained Earnings</b>				
Balance Brought Forward From Previous Year			1,404.10	436.25
Add: Transferred From Surplus in Statement of Profit and Loss			856.30	967.85
<b>Balance as at the end of the year</b>			<b>2,260.40</b>	<b>1,404.10</b>
<b>Securities Premium Account</b>				
Balance Brought Forward From Previous Year			2,766.06	2,766.06
Add: Premium on issue of Equity Share Capital			114.00	-
<b>Balance as at the end of the year</b>			<b>2,880.06</b>	<b>2,766.06</b>
<b>Money received against share warrants</b>				
Balance Brought Forward From Previous Year			-	-
Add: Additions during the year			1,465.80	-
<b>Balance as at the end of the year</b>			<b>1,465.80</b>	<b>-</b>
<b>Total</b>			<b>6,606.25</b>	<b>4,170.15</b>
<b>NOTE 18</b>				
NON CURRENT BORROWINGS			As at 31st March, 2024	As at 31st March, 2023
<b>Secured:</b>				
<b>Term Loan</b>				
Rupee Term Loan from Bank(secured against Inventory & Trade Receivables)			31.53	122.76
Less:Current Maturity shown under Current Borrowings			(31.53)	-88.39
			-	34.37
Rupee Term Loan from Financial Institution(secured against Bank Guarantee)			129.08	294.10
Less:Current Maturity shown under Current Borrowings			(129.08)	-80.33
			-	213.77
Vehicle Loan from Financial Institution			14.70	-
Less:Current Maturity shown under Current Borrowings			(5.56)	-
			<b>9.13</b>	-
Home Loan from Bank			134.47	-
Less:Current Maturity shown under Current Borrowings			(2.67)	-
			<b>131.81</b>	-
Non Residential Property from Bank			318.32	326.45
Less:Current Maturity shown under Current Borrowings			(8.96)	-8.14
			<b>309.36</b>	<b>318.32</b>
<b>Unsecured:</b>				
From Financial Institution			2.00	-
Less:Current Maturity shown under Current Borrowings			(2.00)	-
			-	-
<b>Total</b>			<b>450.30</b>	<b>566.45</b>



## 18.1 Terms of repayment and nature of security:

### Term Loan from Financial Institution

Loan 1: Term loans from Financial Institution are secured against Bank Guarantee. Maximum Repayment period of such loan is 180 days as per the terms of loans which are ranging upto 48 months. Interest are payable at 9.5% p.a.

### Unsecured Loan from Financial Institution

Loan 1: Loan from Financial Institution are repayable on monthly installments as per the terms of loans which are ranging upto 48 months with EMI amount of upto Rs 15791. Interest are payable at 14% p.a.  
Loan 1: Loan from Financial Institution are repayable on monthly installments as per the terms of loans which are ranging upto 50 months with EMI amount of upto Rs 20700. Interest are payable at 14% p.a.

### Vehicle Loan from Financial Institution

Vehicle loans from are secured against hypothecation of vehicles purchased there against. The loans are repayable on monthly installments as per the terms of loans which are ranging upto 36 months. The interest rates are 11.41% p.a.

### Home Loan from Bank

Home loans from bank are secured against hypothecation of Home purchased there against. The loans are repayable on monthly installments as per the terms of loans which are ranging upto 240 months. Interest are payable as per Repo Rate\* .

\*Repo Rate or Policy Repo Rate means rate of Interest published by the Reserve Bank of India(RBI) on the RBI website from time to time as per Repo Rate or Policy Repo Rate.

### Non Residential Property from Bank

Non Residential Property from bank are secured against hypothecation of property purchased there against. The loans are repayable on monthly installments as per the terms of loans which are ranging upto 180 months. Interest are shall be payable as per sum of I-MCLR-1Y prevailing on the date of opting for I-MCLR-1Y or reset date & spread per annum, plus applicable interest rate or statutory levy, if any.

## NOTE 19

		(Amount in Lakhs)	
<u>LONG TERM PROVISIONS</u>		As at 31st March,2024	As at 31st March,2023
Provision for employee benefits			
Gratuity		2.32	-
<b>Total</b>		<b>2.32</b>	<b>-</b>

## NOTE 20

		(Amount in Lakhs)	
<u>CURRENT BORROWINGS</u>		As at 31st March,2024	As at 31st March,2023
<b>Secured</b>			
-Cash Credit in Rupee from Banks		1635.64	1,042.78
-Bank Overdraft		282.45	-
<b>Unsecured</b>			
-Short Term Loan from Financial Institution			8.51
-Short Term Loan from Bank			6.48
-Loan from Related Party			37.79
<b>Current Maturity of Secured Long Term Borrowings</b>			
-Home Loan from Bank		2.67	-
-Non Residential Property from Bank		8.96	8.14
-Vehicle Loan from Financial Institution		5.56	-
-Term Loan from Bank		31.53	88.39
-Term Loan from Financial Institution		129.08	80.33
<b>Current Maturity of Unsecured Long Term Borrowings</b>			
-Term Loan from Financial Institution		2.00	-
<b>Total</b>		<b>2,097.89</b>	<b>1,272.42</b>

### Details of Security Given for Cash Credit Facility :

Cash Credit in Rupee are from Bank are from IDBI Bank, JOB Bank & PNB Bank.

These are secured against hypothecation of Stock & Book Debts.

Refer Note 44.2 for information on Borrowings in relation to quarterly returns of current assets filed by the company with Bank that are in agreement with the Books of Accounts.

### Details of Bank Overdraft :

Term Loans from bank are secured against equitable mortgage of Residential Building Krishna Projects. The loans are repayable on monthly installments as per the terms of loans which are ranging upto 120 months. The interest rates are 10.5% p.a. Further, interest rate are subject to change from time to time.

## NOTE 21

		(Amount in Lakhs)	
<u>TRADE PAYABLES</u>		As at 31st March,2024	As at 31st March,2023
<b>Trade Payable</b>			
(A) Total outstanding dues of micro, small and medium enterprises		-	-
(B) Total outstanding dues of creditors other than micro and medium enterprises		751.41	880.36
<b>Total</b>		<b>751.41</b>	<b>880.36</b>

Particulars	As at 31st March, 2024				
	Outstanding for following periods from date of transactions				
	Upto 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	-	-	-	-	-
Others	751.41	-	-	-	751.41
Disputed dues – MSME	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
<b>Total</b>	<b>751.41</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>751.41</b>

Particulars	As at 31st March, 2023				
	Outstanding for following periods from date of transactions				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
MSME	-	-	-	-	-
Others	880.36	-	-	-	880.36
Disputed dues – MSME	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
<b>Total</b>	<b>880.36</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>880.36</b>

## NOTE 22

		(Amount in Lakhs)	
<u>OTHER CURRENT LIABILITIES</u>		As at 31st March,2024	As at 31st March,2023
Statutory Dues		55.26	66.71
Payable to employees		37.68	14.81
Other Payables		1.26	-
<b>Total</b>		<b>92.94</b>	<b>82.78</b>

## NOTE 23

		(Amount in Lakhs)	
<u>CURRENT TAX LIABILITIES (NET)</u>		As at 31st March,2024	As at 31st March,2023
Provision for Tax		704.36	367.29
Less: Advance Tax & TDS		(414.43)	-
<b>Total</b>		<b>289.93</b>	<b>367.29</b>



DYNAMIC SERVICES & SECURITY LIMITED										
CIN- L74999WB2016PLC218387										
NOTE -5 PROPERTY, PLANT & EQUIPMENT										
STANDALONE NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2024										
(Amount in Lakhs)										
Particulars		Gross Block				Depreciation			Net Block	
		As on 31/3/2023	Addition	Sold	Upto 31/03/2024	As on 1/4/2023	For the year	Upto 31.03.2024	As on 01/04/2023	As on 31/03/2024
Computer & Printer	31.67%	9.54	0.80	-	10.34	6.33	3.21	9.54	3.21	0.80
Furniture & Fixtures	9.50%	4.77	-	-	4.77	2.80	0.45	3.26	1.97	1.51
Plant & Machinery	6.33%	107.54	1.87	-	109.41	52.32	6.88	59.20	55.22	50.21
Mobile Phone	19.00%	0.12	1.01	-	1.13	0.08	0.17	0.25	0.04	0.88
Trucks	11.88%	2.88	16.60	-	19.48	1.94	1.54	3.49	0.94	15.99
Electricals Installation	9.50%	0.04	0.11	-	0.15	0.02	0.01	0.03	0.01	0.12
Tools & Equipments	6.33%	0.35	-	-	0.35	0.29	0.02	0.32	0.06	0.04
Office Equipments	19.00%	1.91	-	-	1.91	1.59	0.32	1.91	0.32	-
Motor Car	9.50%	4.93	-	-	4.93	3.33	0.47	3.80	1.60	1.14
Motor Bike ( Splendor DSS FI )	9.50%	0.57	-	-	0.57	0.38	0.05	0.44	0.18	0.13
Barrackpore Fixed Assests	9.50%	28.76	-	-	28.76	17.05	2.73	19.79	11.71	8.97
<b>TOTAL</b>		<b>161.41</b>	<b>20.40</b>	<b>-</b>	<b>181.81</b>	<b>86.15</b>	<b>15.86</b>	<b>102.02</b>	<b>75.26</b>	<b>79.79</b>
STANDALONE NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023										
(Amount in Lakhs)										
Particulars		Gross Block				Depreciation			Net Block	
		As on 31/3/2022	Addition	Sold	Upto 31.03.2023	As on 1/4/2022	For the year	Upto 31.03.2023	As on 01/04/2022	As on 31/03/2023
Computer & Printer	31.23%	9.54	-	-	9.54	4.87	1.46	6.33	4.67	3.21
Furniture & Fixtures	25.89%	4.77	-	-	4.77	2.12	0.69	2.80	2.66	1.97
Machineries	31.23%	82.89	24.66	-	107.54	28.54	23.78	52.32	54.35	55.22
Mobile Phone	31.23%	0.12	-	-	0.12	0.06	0.02	0.08	0.06	0.04
Trucks	31.23%	2.88	-	-	2.88	1.52	0.43	1.94	1.36	0.94
Electricals Installation	31.23%	0.04	-	-	0.04	0.02	0.01	0.02	0.02	0.01
Tools & Equipments	45.07%	0.35	-	-	0.35	0.25	0.05	0.29	0.11	0.06
Office Equipments	45.07%	1.91	-	-	1.91	1.33	0.26	1.59	0.58	0.32
Motor Car	31.23%	4.93	-	-	4.93	2.60	0.73	3.33	2.33	1.60
Motor Bike ( Splendor DSS FI )	31.23%	0.57	-	-	0.57	0.30	0.08	0.38	0.27	0.18
Barrackpore Fixed Assests	25.89%	28.76	-	-	28.76	12.96	4.09	17.05	15.80	11.71
<b>TOTAL</b>		<b>136.76</b>	<b>24.66</b>	<b>-</b>	<b>161.41</b>	<b>54.56</b>	<b>31.59</b>	<b>86.15</b>	<b>82.19</b>	<b>75.26</b>

DYNAMIC SERVICES & SECURITY LIMITED										
(Formerly Known as DYNAMIC SERVICES & SECURITY PRIVATE LIMITED)										
CIN- L74999WB2016PLC218387										
STANDALONE NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2024										
Note 6										
(Amount in Lakhs)										
Capital Work-in-Progress									As at 31st March, 2024	As at 31st March, 2023
Opening Balance									233.29	-
Add: Additions									192.13	233.29
Less: Capitalised during the year									-	-
<b>Total</b>									<b>425.42</b>	<b>233.29</b>
6.1 Capital Work in Progress (CWIP) Ageing Schedule										
(Amount in Lakhs)										
Particulars	As at 31st March, 2024					As at 31st March, 2023				
	CWIP for a period of					CWIP for a period of				
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total
Projects in progress	-	-	-	425.42	425.42	-	-	-	233.29	233.29
Projects temporarily suspended	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	-	-	-	-	<b>425.42</b>	-	-	-	-	<b>233.29</b>
6.2										
(a) There are no projects as on each reporting period where activity had been suspended.										
(b) There were no projects which has exceeded their original plan cost on each reporting date.										



NOTE 7		(Amount in Lakhs)				
NON CURRENT INVESTMENTS		As at 31st March,2024	As at 31st March,2023			
<b>Investments at Cost</b>						
Investment in Equity Shares(Quoted and Fully paid up)						
Investments in Subsidiary						
Investment In Mehai Technology Ltd - 103,85,607 shares (31st March 2023: 55,86,117 shares) - Face Value of Rs 10 Each		1,402.55	202.67			
<b>Total</b>		<b>1,402.55</b>	<b>202.67</b>			
NOTE 8		(Amount in Lakhs)				
OTHER NON CURRENT FINANCIAL ASSET		As at 31st March, 2024	As at 31st March, 2023			
<b>(Unsecured, considered good, unless otherwise stated)</b>						
Security Deposits		1,583.46	-			
Advance paid for acquisition of shares of Mehai Technology Ltd		325.04	-			
<b>Total</b>		<b>1,908.50</b>	<b>-</b>			
NOTE 9		(Amount in Lakhs)				
DEFERRED TAX ASSETS(NET)		As at 31st March,2024	As at 31st March,2023			
Arising on account of :						
Temporary differences in carrying value of Property, Plant and Equipment		9.34	9.39			
Provision for gratuity		0.68	-			
<b>Total</b>		<b>10.02</b>	<b>9.39</b>			
Movement in Deferred Tax Liabilities/ (Assets) during the year ended 31st March, 2024 & 31st March, 2023		(Amount in Lakhs)				
Particulars		As at 31st March,2024	As at 31st March,2023			
Opening Balance of Deferred Tax Assets		9.39	5.99			
Add : Deferred tax during the year routed through Profit and Loss		0.63	3.40			
Add : Deferred tax during the year routed through Other comprehensive income						
<b>Closing Balance of Deffered Tax Assets</b>		<b>10.02</b>	<b>9.39</b>			
NOTE 10		(Amount in Lakhs)				
OTHER NON CURRENT ASSET		As at 31st March,2024	As at 31st March,2023			
<b>(Unsecured &amp; considered good, unless, otherwise stated)</b>						
Security Deposits		23.83	-			
Capital Advances		863.92	1,391.30			
Investment in Gold Bullion		98.76	-			
<b>Total</b>		<b>986.51</b>	<b>1,391.30</b>			
NOTE 11		(Amount in Lakhs)				
INVENTORIES		As at 31st March,2024	As at 31st March,2023			
<b>(At Lower of Cost or Net Realisable value)</b>						
Stock-in-Trade		227.32	223.43			
<b>Total</b>		<b>227.32</b>	<b>223.43</b>			
NOTE 12		(Amount in Lakhs)				
TRADE RECEIVABLES		As at 31st March,2024	As at 31st March,2023			
Trade receivables outstanding for a period less than six months <i>(Undisputed, Considered Good)</i>		3,255.37	3,016.15			
Trade receivables outstanding for a period more than six months <i>(Undisputed, Considered Good)</i>		-	-			
<b>Total</b>		<b>3,255.37</b>	<b>3,016.15</b>			
Trade Receivables ageing schedule As on 31.03.2024						
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
1. Undisputed Trade receivables – considered good	3,255.37	-	-	-	-	3,255.37
2. Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
3. Disputed Trade Receivables considered good	-	-	-	-	-	-
4. Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
<b>Total of Trade Receivable as on 31.03.2024</b>	<b>3,255.37</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,255.37</b>
Trade Receivables ageing schedule As on 31.03.2023						
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
1. Undisputed Trade receivables – considered good	3,016.15	-	-	-	-	3,016.15
2. Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
3. Disputed Trade Receivables considered good	-	-	-	-	-	-
4. Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
<b>Total of Trade Receivable as on 31.03.2023</b>	<b>3,016.15</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,016.15</b>
NOTE 13		(Amount in Lakhs)				
CASH & BANK BALANCES		As at 31st March,2024	As at 31st March,2023			
Cash in Hand		9.53	18.49			
Balances with Bank in Current Account		41.38	115.39			
Balances with Bank in Fixed Deposit <i>(Kept as Margin for Bank Guarantee &amp; Security Deposit)</i>		-	585.56			
<b>Total</b>		<b>50.91</b>	<b>719.43</b>			
NOTE 14		(Amount in Lakhs)				
OTHER CURRENT FINANCIAL ASSETS		As at 31st March,2024	As at 31st March,2023			
<b>(Unsecured, considered good, unless stated otherwise)</b>						
Interest Accrued on Fixed Deposits		17.39	-			
<b>Total</b>		<b>17.39</b>	<b>-</b>			
NOTE 15		(Amount in Lakhs)				
OTHER CURRENT ASSETS		As at 31st March,2024	As at 31st March,2023			
Security Deposits		-	772.23			
Prepaid Expenses		2,674.67	1,033.13			
Receivable from Customers		579.20	501.42			
Balance with Government Authorities		48.01	513.56			
<b>Total</b>		<b>3,301.88</b>	<b>2,820.35</b>			



**DYNAMIC SERVICES & SECURITY LIMITED**  
**CIN- L74999WB2016PLC218387**

**STANDALONE NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH,2024**

**NOTE 24**

*(Amount in Lakhs)*

<b>REVENUE FROM OPERATIONS</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Sale of Traded Goods	6,673.35	2,638.47
Manpower Services	3,738.20	4,617.60
Transportation	32.02	55.68
<b>Total</b>	<b>10,443.57</b>	<b>7,311.75</b>

**24.1 Disaggregation of revenue**

**a) Geographical Region**

India	10,443.57	7,311.75
Overseas	-	-
<b>Total</b>	<b>10,443.57</b>	<b>7,311.75</b>

**b) Type of Sales**

Manufactured	-	-
Traded	6,673.35	2,638.47
Service	3,770.22	4,673.28
<b>Total</b>	<b>10,443.57</b>	<b>7,311.75</b>

**24.2 Reconciliation of Revenue from Sales of Products with Contract Price**

Contract Price(Net of Return)	10,443.57	7,311.75
Less: Discounts and Incentives	-	-
Revenue from Sales of Goods	<b>10,443.57</b>	<b>7,311.75</b>

**NOTE 25**

*(Amount in Lakhs)*

<b>OTHER INCOME</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Interest Income	28.10	34.70
Profit on Sale of shares	-	919.89
Miscellaneous Income	0.50	4.62
<b>Total</b>	<b>28.60</b>	<b>959.21</b>

**NOTE 26**

*(Amount in Lakhs)*

<b>PURCHASES OF STOCK IN TRADE</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Purchase of Stock in Trade of Finished Goods	6,517.04	4,964.46
<b>Total</b>	<b>6,517.04</b>	<b>4,964.46</b>

**NOTE 27**

*(Amount in Lakhs)*

<b>CHANGES IN INVENTORIES OF STOCK-IN-TRADE OF FINISHED GOODS</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Opening Stock of Finished Goods	223.43	255.09
Closing Stock	227.32	223.43
<b>Total</b>	<b>(3.89)</b>	<b>31.66</b>

**NOTE 28**

*(Amount in Lakhs)*

<b>EMPLOYEE BENEFIT EXPENSE</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Salaries,Wages & Bonus	1,360.32	977.49
Contribution to Provident and Other Funds	176.24	221.57
<b>Total</b>	<b>1,536.56</b>	<b>1,199.06</b>



<b>NOTE 29</b>		
<i>(Amount in Lakhs)</i>		
<u>FINANCE COST</u>	For the year ended 31st March,2024	For the year ended 31st March,2023
Interest expense on Borrowings	265.56	268.04
Other Borrowing Cost	45.27	12.05
<b>Total</b>	<b>310.83</b>	<b>280.08</b>
<b>NOTE 30</b>		
<i>(Amount in Lakhs)</i>		
<u>DEPRECIATION &amp; AMORTIZATION EXPENSES</u>	For the year ended 31st March,2024	For the year ended 31st March,2023
Depreciation on Property, Plant & Equipment	15.86	31.59
<b>Total</b>	<b>15.86</b>	<b>31.59</b>
<b>NOTE 31</b>		
<i>(Amount in Lakhs)</i>		
<u>OTHER EXPENSES</u>	For the year ended 31st March,2024	For the year ended 31st March,2023
Consumable Material Used	320.12	233.50
Advertisements Expenses	1.72	-
CSR Expense	10.97	-
Donation & Subscription	0.23	0.07
Runing Expense for Power,fuel & parking & toll tax	4.73	4.23
General Expenses	7.77	15.10
Government BLDG Fees	347.57	204.39
Insurance Expenses	7.56	1.49
Legal Fees	22.20	-
Labour Wealfare	-	2.46
Misc. Expenses	17.68	-
EPF & ESIC Damage Expenses	24.23	30.84
Mobile, Telephone & Internet Exp	0.04	0.05
Office Expenses	3.11	-
AMC Charges	-	21.10
Postage & Telegram Exp.	0.27	0.08
Printing & Stationery	0.64	0.47
Professional & Technical Charges	20.91	15.00
Rates & Taxes	33.00	3.93
Repair & Maintenance	3.32	-
Roc Filling Expenses	7.46	-
Rent Expense	4.20	4.40
Tea & Tiffin Expenses	3.15	0.21
Tender Fees	1.43	7.59
Vat SOD Expense	23.71	-
Travelling & Conveyance Expenses	9.05	1.87
Payment to Auditors: -Statutory Audit Fees	0.50	0.50
<b>Total</b>	<b>875.57</b>	<b>547.27</b>
<b>NOTE 32</b>		
<i>(Amount in Lakhs)</i>		
<u>TAX EXPENSE</u>	For the year ended 31st March,2024	For the year ended 31st March,2023
Current Tax	364.53	252.39
Deferred Tax	(0.63)	(3.40)
<b>Total</b>	<b>363.90</b>	<b>248.99</b>
<b>Reconciliation of estimated Income tax expense at Indian statutory Income tax rate to income tax expense reported in statement of Profit &amp; Loss</b>		
<b>:</b>		
Particulars	For the year ended 31st March,2024	For the year ended 31st March,2023
Profit from before income tax expense	1,220.20	1,216.84
Income Tax rate*	29.12%	27.82%
Estimated Income Tax Expense	355.32	338.52
Other items	8.57	-89.53
<b>Income tax expense in Statement of Profit &amp; Loss</b>	<b>363.90</b>	<b>248.99</b>
*Applicable Income Tax rate for Financial Year ending 2024 and 2023 was 29.12% & 27.82% respectively.		
<b>NOTE 33</b>		
<u>EARNING PER SHARE</u>	For the year ended 31st March,2024	For the year ended 31st March,2023
Nominal Value of Equity Shares (Rs.)	10.00	10.00
Profit attributed to the Equity shareholders of the Company	856.30	967.85
Weighted average number of equity shares	133.75	135.18
Number of share warrants outstanding	97.72	-
Basic earning per share (Rs.)	6.40	7.16
Diluted earning per share (Rs.)	3.70	7.16



# DYNAMIC SERVICES & SECURITY LIMITED

DYNAMIC SERVICES & SECURITY LIMITED  
CIN- L74999WB2016PLC218387

Standalone Notes to Financial Statements as on and for the year ended 31st March, 2024

34 Contingent Liabilities		(Rs in Lakhs)	
Particulars	As at 31st March, 2024	As at 31st March, 2023	
Demands not acknowledged as debts -			
- Income Tax	-	-	-

Note:- In respect of above, future cash outflows are expected and there is no possibility of any reimbursement in case of above.

35 Commitments		(Rs in Lakhs)	
Sl. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
i.	Estimated amount of contracts remaining to be executed on Capital Account(net of advances)	-	-

36 Disclosure as required under the Micro, Small and Medium Enterprises Development Act, 2006, to the extent ascertained, and as per notification number GSR 679 [E] dated 4th September, 2015			
Sl. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
i	The principal amount and the interest due thereon remaining unpaid to any supplier at the end of each financial year.	-	-
ii	The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
iii	The amount of interest due and payable for the period of delay in making payment but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	-	-
iv	The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
v	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-

The above details has been determined to the extent such suppliers have been identified on the basis of information provided by the suppliers.

### 37 Related Party Disclosures pursuant to Indian Accounting Standard - 24

#### a Names of Related Parties and Related Party Relationship

##### Details of Related Parties (As Identified by the management)

Name of Related Parties	Description of Relationship
<b>Key Management Personnel</b>	<b>Designation</b>
Jugal Kishore Bhagat	Managing Director
Rekha Bhagat	Director
Rekha Devi Bhagat	Director
Hakimuddin Siyawala	Non - Executive Director
Pranay Mishra	Independent Director
Prabir Kundu	Independent Director
Sushma Kumari Agarwal	Company Secretary
Vinita Yadav	Chief Financial Officer
<b>Enterprises over which Key Management Personnel of the company has significant influence:</b>	
Destiny Logistics & Infra Limited	
Dynamic Food Supplier ( Proprietor ship Firm- Rekha Bhagat)	
Dynamic Construction ( Proprietor ship Firm- Rekha Bhagat)	
Pragati General Order Supplier (Proprietor Ship Firm- Jugal Kishore Bhagat)	
Mehai Technology Limited	
Unique Floriculture Projects Limited	
Ashwika Fashion Pvt. Ltd.	

#### b Details of transactions between the Company and Related Parties and outstanding balances as at the year end are given below:

Nature of transactions	Year	Amount(in Lakhs)
		Summary of Transactions
<b>In relation to the Statement of Profit and Loss</b>		
<b>Purchases</b>		
DESTINY LOGISTICS & INFRA LIMITED	2023-24	-
	2022-23	91.84
MOMENTOUS RETAILS PRIVATE LIMITED	2023-24	15.30
	2022-23	62.87
<b>Rental Income</b>		
DESTINY LOGISTICS & INFRA LIMITED	2023-24	4.96
	2022-23	4.54
DYNAMIC SERVICES & SECURITY LIMITED	2023-24	4.96
	2022-23	4.54
<b>Remuneration details</b>		
Dilip Kumar Duari	2023-24	8.81
	2022-23	5.70
Abhijeet Prasad	2023-24	0.55
	2022-23	-
MD Naim	2023-24	1.52
	2022-23	-
Ankita Dutta	2023-24	-
	2022-23	2.34
<b>Share Warrants funds received</b>		
DYNAMIC SERVICES & SECURITY LIMITED	2023-24	1,524.90
	2022-23	-
<b>Sales</b>		
DYNAMIC SERVICES & SECURITY LIMITED	2023-24	0.19
	2022-23	-
<b>In relation to the Balance Sheet</b>		
<b>Unsecured Loan Taken</b>		
Jugal Kishore Bhagat	2023-24	-
	2022-23	5.19
Rekha Devi Bhagat	2023-24	-
	2022-23	5.50
DYNAMIC SERVICES & SECURITY LIMITED	2023-24	174.15
	2022-23	-
<b>Unsecured Loan Repaid</b>		
DYNAMIC SERVICES & SECURITY LIMITED	2023-24	277.60
	2022-23	334.57
<b>Unsecured Loan Given</b>		
MOMENTOUS RETAILS PRIVATE LIMITED	2023-24	0.01
	2022-23	71.98



**Balances Outstanding as at the Year end:**

Particulars	As at 31st March 2024	As at 31st March 2023
<b>Loan Given</b>		
MOMENTOUS RETAILS PRIVATE LIMITED	13.31	13.29
DYNAMIC SERVICES & SECURITY LIMITED	-	103.45
<b>Key Managerial Personnel compensation</b>	<b>31-03-2024</b>	<b>31-03-2023</b>
Short term employee benefits		
Post employment benefits	-	-

**Terms and Conditions of Transactions with Related Parties:** The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions.

**38 Fair Value Measurement**

Categories of Financial Assets & Financial Liabilities as at 31st March 2024, 31st March 2023:

Particulars	As at 31st March, 2024			As at 31st March, 2023		
	FVTPL	FVOCI	Amortized Cost/Cost	FVTPL	FVOCI	Amortized Cost/Cost
<b>Financial Assets</b>						
Investment at Cost	-	-	1,402.55	-	-	202.67
Other Non Current Financial Assets	-	-	1,908.50	-	-	-
Trade Receivables	-	-	3,255.37	-	-	3,016.15
Cash and Cash Equivalents	-	-	50.91	-	-	719.43
Other Current Financial Assets	-	-	17.39	-	-	-
<b>Total Financial Assets</b>	-	-	<b>6,634.72</b>	-	-	<b>3,938.25</b>
<b>Financial Liabilities</b>						
Borrowings	-	-	450.30	-	-	566.45
Trade Payables	-	-	751.41	-	-	880.36
<b>Total Financial Liabilities</b>	-	-	<b>1,201.71</b>	-	-	<b>1,446.81</b>

**39 Fair Values of Financial Assets and Financial Liabilities measured at Amortised Cost**

39.1 The following is the comparison by class of the carrying amounts and fair value of the Company's financial instruments that are measured at amortized cost:

Particulars	As at 31st March, 2024		As at 31st March, 2023	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>Financial Assets</b>				
Other Non Current Financial Assets	1,908.50	1,908.50	-	-
Trade Receivables	3,255.37	3,255.37	3,016.15	3,016.15
Cash and Cash Equivalents	50.91	50.91	719.43	719.43
Other Current Financial Assets	17.39	17.39	-	-
<b>Total Financial Assets</b>	<b>6,634.72</b>	<b>5,232.17</b>	<b>3,735.58</b>	<b>3,735.58</b>
<b>Financial Liabilities</b>				
Borrowings	450.30	450.30	566.45	566.45
Trade Payables	751.41	751.41	880.36	880.36
<b>Total Financial Liabilities</b>	<b>1,201.71</b>	<b>1,201.71</b>	<b>1,446.81</b>	<b>1,446.81</b>

39.2 The management assessed that the fair values of cash and cash equivalents, trade receivables, trade payables, borrowings, and other financial assets approximate their carrying amounts largely due to the short-term maturities of these instruments.

Further the management has assessed that the fair value of Other Non Current Financial Assets approximate its carrying amount as it majorly consists of Security Deposits which are repayable on demand.

39.3 The management considers that the carrying amounts of Financial assets and Financial liabilities recognised at nominal cost/amortised cost in the Standalone Financial Statements approximate their fair values.



#### 40 Fair Value Hierarchy

The following are the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value and (b) measured at amortized cost and for which fair value are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the company has classified its financial instruments into the three levels of fair value measurement as prescribed under the Ind AS 113 "Fair Value Measurement".

#### 40.1 Assets and Liabilities measured/ disclosed at Fair Value

Particulars	As at 31st March, 2024			As at 31st March, 2023		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Financial Assets</b>						
Investment in Equity Shares	1,402.55	-	-	202.67	-	-
<b>Financial Assets Total</b>	<b>1,402.55</b>	<b>-</b>	<b>-</b>	<b>202.67</b>	<b>-</b>	<b>-</b>

40.2 During the year ended March 31, 2024 and March 31, 2023, there were no transfers between Level 2 and Level 3 fair value measurements, and no transfer into and out of Level 1 fair value measurements.

#### 40.3 Explanation to the Fair Value hierarchy

The Company discloses Financial instruments, such as, quoted investments at fair value at each reporting date. 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. All assets and liabilities for which fair value is measured or disclosed in the Standalone Financial Statements are categorised within the fair value hierarchy based on the lowest level input that is significant to the fair value measurement as a whole. The valuation of unquoted shares and preference shares have been made based on level 3 inputs as per the hierarchy mentioned in the Accounting Policies.

#### 41 Financial Risk Management

Financial management of the Company has been receiving attention of the top management of the Company. The management considers finance as the lifeline of the business and therefore, financial management is carried out meticulously on the basis of detailed management information systems and reports at periodical intervals extending from daily reports to long-term plans. Importance is laid on liquidity and working capital management with a view to reduce over-dependence on borrowings and reduction in interest cost. Various kinds of financial risks and their mitigation plans are as follows:

##### 41.1 Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables). On account of adoption of Ind AS 109, the Company uses an expected credit loss model to assess the impairment loss.

##### a Trade Receivables

Customer credit risk is managed by the Company's established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly monitored and reconciled. Based on historical trend, industry practice and the business environment in which the company operates, an impairment analysis is performed at each reporting date for trade receivables.

##### b Other Financial Assets

Credit Risk on loans, cash and cash equivalent, and deposits with the banks is generally low as the said financial assets have been made with the banks/ related parties who have been assigned high credit rating by international and domestic rating agencies.

##### 41.2 Liquidity Risk

The Company's objective is to maintain optimum levels of liquidity to meet its cash and collateral requirements at all times. The Company relies on borrowings and excess inflows to meet its needs for funds. The current committed lines of credit are sufficient to meet its short to medium/ long term needs. The Company monitors rolling forecasts of its liquidity requirements to ensure it has sufficient cash to meet operational needs.

#### 43.2.1 Maturity Analysis for financial liabilities

a The following are the remaining contractual maturities of financial liabilities as at 31st March 2024 & 31st March 2023

Particulars	As at 31st March, 2024				
	On Demand	Less than 1 year	Between 1 to 5 year	More than 5 Years	Total
Borrowings(Non current)	-	-	450.30	-	450.30
Borrowings(Current)	-	2,097.89	-	-	2,097.89
Trade payables	-	751.41	-	-	751.41
<b>Total</b>	<b>-</b>	<b>2,849.30</b>	<b>450.30</b>	<b>-</b>	<b>3,299.60</b>

  

Particulars	As at 31st March, 2023				
	On Demand	Less than 1 year	Between 1 to 5 year	More than 5 Years	Total
Borrowings(Non current)	-	-	566.45	-	566.45
Borrowings(Current)	-	1,272.42	-	-	1,272.42
Trade Payables	-	880.36	-	-	880.36
<b>Total</b>	<b>-</b>	<b>2,152.78</b>	<b>566.45</b>	<b>-</b>	<b>2,719.23</b>

It is not expected that cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts. When the amount payable is not fixed, the amount disclosed has been determined with reference to conditions existing at the reporting date.

#### 41.3 Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of Foreign Exchange Risk and Interest Rate Risk.

#### 41.4 Foreign Exchange Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company do not have exposure to the risk of changes in foreign exchange rates as the company do not have foreign currency exposure during the year ended 31st March,2024.

#### 41.5 Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market rates. The company's exposure to the risk of changes in market interest rate relates primarily to company's borrowing with floating interest rates. The Company do not have any significant interest rate risk on its current borrowing due to their short tenure.

##### a Exposure to Interest Rate Risk

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Financial Liability</b>		
Fixed Rate Instruments	459.76	469.64
Variable Rate Instruments	2,088.43	1,369.24
	<b>2,548.19</b>	<b>1,838.87</b>

##### b Interest Rate Sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Company profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Sensitivity Analysis	For the Year ended 31st March, 2024		For the Year ended 31st March, 2023	
		Impact On Profit Before Tax	Other Equity	Impact On Profit Before Tax	Other Equity
Interest Rate (Increase)	1%	(10.44)	(7.40)	(6.85)	(4.94)
Interest Rate (Decrease)	1%	10.44	7.40	6.85	4.94

#### 42 Capital Management

The Company objective to manage its capital to ensure continuity of business while at the same time provide reasonable returns to its various stakeholders but keep associated costs under control. In order to achieve this, requirement of capital is reviewed periodically with reference to operating and business plans that take into account capital expenditure and strategic investments. Sourcing of capital is done through judicious combination of equity/internal accruals and short term borrowings.

Particulars	As at 31st March, 2024	As at 31st March, 2023
Share capital	1,374.62	1,351.82
Other equity	6,606.25	4,170.15
<b>Equity (A)</b>	<b>7,980.87</b>	<b>5,521.97</b>
Cash and cash equivalents	50.91	719.43
<b>Total fund (B)</b>	<b>50.91</b>	<b>719.43</b>
Long Term Borrowing	450.30	566.45
Short Term Borrowing	2,097.89	1,272.42
<b>Total debt (C)</b>	<b>2,548.19</b>	<b>1,838.87</b>
<b>Net debt (D=(C-B))</b>	<b>2,497.28</b>	<b>1,119.44</b>
Total capital (equity + net debt)	10,478.15	6,641.41
<b>Net debt to equity ratio (E=D/A)</b>	<b>0.31</b>	<b>0.20</b>



43 Corporate Social Responsibility			
As per Section 135 of the Companies Act, 2013, a company meeting the applicable threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. Following are the details:			
43.1 Particulars		For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
a	Gross amount required to be spent by the Company during the year	10.97	-
b	Amount spent during the year:		
	(i) Construction / acquisition of any assets		
	- In Cash	3.99	-
	- Yet to be paid in cash	-	-
	Total	3.99	-
	(ii) Purposes other than above		
	- In Cash	-	-
	- Yet to be paid in cash	-	-
	Total	-	-
c	Shortfall / (Excess) at the end of the year	6.98	-
d	Total of previous year shortfall	-	-
e	Reason of shortfall	Transferred to CSR Fund	-
f	Nature of CSR activities	Animal Welfare & Promoting Sports	-
g	Details of related party transactions	-	-
h	Provision Made	-	-
43.2 Details of Excess CSR Expenditure			
Particulars		For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
Excess balance at the beginning of the year		-	-
Less: Amount required to be spent during the year		10.97	-
Add: Amount spent during the year		3.99	-
Excess balance at the end of the year		-6.98	-

44 Other Statutory Disclosure					
44.1 The Company does not have any benami property, where any proceedings have been initiated or pending against the company for holding any benami property under Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and the rules made there					
44.2 The Company has been sanctioned working capital limit from a bank on the basis of security of current assets of the Company. The half yearly returns/statements are filed by the Company with such bank. The differences, if any, are stated below.					
The half yearly statements submitted to banks were prepared and filed before the completion of all financial statement closure activities including Indian Accounting Standard related adjustments / reclassifications & regrouping as applicable, which led to these differences between the final books of accounts and the half yearly statements submitted to banks based on provisional books of accounts.					
Reconciliation of half yearly statements submitted to banks with books of accounts of the Company					(Amount in lakhs)
Reporting Periods	Banks	Particulars	Amount as per Financial Statement	Amount as per quarterly returns submitted	Amount of Difference
Mar'24	PNB, IOB & IDBI Bank	Trade Receivables Trade Payables Inventories	3,255.37 751.41 227.32	3,473.43 745.61 148.57	(218.06) 5.80 78.75
Sept'23	PNB, IOB & IDBI Bank	Trade Receivables Trade Payables Inventories	2,817.58 344.23 333.11	2,627.54 342.60 206.06	190.04 1.63 127.05
Mar'23	PNB, IOB & IDBI Bank	Trade Receivables Trade Payables Inventories	3,016.15 880.36 223.43	3,016.15 880.36 223.43	0.00 0.00 0.00
Sept'22	PNB, IOB & IDBI Bank	Trade Receivables Trade Payables Inventories	10,293.91 4,203.05 121.77	4,492.35 1,121.05 121.77	5,801.56 3,082.00 0.00
44.3 The Company has not been declared as wilful defaulter by any bank or financial institution or other lender.					
44.4 There has no any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.					
44.5 The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.					
44.6 The Company does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the previous year in the tax assessments under the Income Tax Act, 1961 (such as, search or					
44.7 The company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding that the intermediary 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					
44.8 The company has not received any fund 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 Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiary.					
44.9 The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.					
45 Analytical Ratios					
Sl. No.	Ratio	Ratio as on 31-03-2024	Ratio as on 31-03-2023	% change	Reason (If variation is more than 25%)
a	Current Ratio (in times)	2.12	2.60	-18.60%	-
b	Debt-Equity Ratio (in times)	0.32	0.33	-4.12%	-
c	Debt Service Coverage Ratio (in times)	5.81	5.70	2.02%	-
d	Return on Equity Ratio (in %)	12.68%	19.21%	-6.53%	-
e	Inventory Turnover Ratio (in times)	46.34	30.56	51.63%	Due to increase in Revenue from operations & decrease in Average Inventory
f	Trade Receivables Turnover Ratio (in times)	3.33	1.46	128.55%	Due to increase in Revenue from operations & decrease in Average Trade Receivables
g	Trade Payables Turnover Ratio (in times)	7.99	3.00	165.83%	Due to increase in Purchases & decrease in Average Trade Payables
h	Net Capital Turnover Ratio (in times)	2.68	1.68	59.00%	Due to increase in Revenue from operations & decrease in Average Working Capital
i	Net Profit Ratio (in %)	8.20%	13.24%	-5.04%	-
j	Return on Capital Employed (in %)	14.54%	20.34%	-5.80%	-
k	Return on investment *	-	-	-	-
* Not Relevant as the company does not have material investments					



## 46 Disclosure pursuant to Indian Accounting Standard - 19 'Employee Benefits'

### Defined Contribution Plan:

#### 46.1 Provident Fund Contribution

Provident Fund as per the provisions of the Employees Provident Funds and Miscellaneous Provisions Act, 1952.

a

The amount recognized as an expense for the Defined Contribution Plans are as under:

Sl. No.	Particulars	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
a	Provident Fund	158.02	196.36
b	ESIC	12.51	30.26

#### 46.2 Defined Benefit Plan:

The company has one type of defined benefit plan :

##### a Gratuity Plan

Every employee who has completed five years or more of service is entitled to Gratuity as per the provisions of the Payment of Gratuity Act, 1972. The present value of defined obligation and related current cost are measured using the Projected Unit

##### b Risk Exposure

Through its defined benefit plans, the company is exposed to a number of risks, the most significant of which are detailed below:

<b>INTEREST RATE RISK</b>	The Defined Benefit Obligation calculation uses a discount rate based on government bonds. If bonds yield fall, the defined benefit obligation will increase.
<b>SALARY GROWTH RISK</b>	The present value of defined benefit plan liability is calculated by reference to the future salaries of plan participants. An increase in the salary of plan participants will increase the plan liabilities.
<b>DEMOGRAPHIC RISK</b>	This is the risk of variability of results due to unsystematic nature of variables that include mortality, withdrawal, disability and retirement. The effect of these variables on the defined benefit obligation is not straight forward and depend upon the combination of factors drawing weightage from salary increase, discount rate and vesting criteria.

##### c Reconciliation of the net defined benefit (asset)/ liability

The following table shows a reconciliation from the opening balances to the closing balances for the net defined benefit (asset)/ liability and its components:

Particulars	As at 31st March, 2024	As at 31st March, 2023
Balance at the beginning of the year	-	-
Current Service Cost	2.32	-
Interest Cost on Defined Benefit Obligation	-	-
<b>Actuarial Gain and Losses arising from</b>		
Changes in demographic assumptions	-	-
Changes in financial assumptions	-	-
Experience Adjustment	-	-
Benefits Paid	-	-
<b>Balance at the end of the year</b>	<b>2.32</b>	<b>-</b>

##### d Amount recognized in Balance sheet

Particulars	As at 31st March, 2024	As at 31st March, 2023
Present value of Benefit Obligation at the end of the year	2.32	-
Fair value of Plan Assets at the end of the year	-	-
<b>Net Liability recognized in the Balance sheet</b>	<b>2.32</b>	<b>-</b>

##### e Expenses recognized in statement of Profit or Loss

Particulars	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
Current Service Cost	2.32	-
Interest Cost on defined benefit obligation	-	-
<b>Expenses recognized in statement of Profit or Loss</b>	<b>2.32</b>	<b>-</b>

##### f Remeasurements recognized in Other Comprehensive Income

Particulars	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
Actuarial (gain)/ Loss on defined benefit obligation experience adjustments	-	-
Actuarial (gain)/ Loss on defined benefit obligation due to financial assumption changes	-	-
<b>Actuarial (Gains)/Losses recognized in OCI</b>	<b>-</b>	<b>-</b>

##### g Actuarial Assumptions

Particulars	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
Discount Rate	7.20%	-
Salary Escalation Rate	7.50%	-
Average expected future service	17.97 Years	-
Retirement/Superannuation Age	60 Years	-
Mortality Rate	100% of IALM 2012-14	-
Attrition Rate	1%-3% based on age	-

h The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

i At 31st March 2024, 31st March 2023 the weighted average duration of the defined benefit obligation was 13 years and Nil respectively. The distribution of the timing of benefits payment i.e., the maturity analysis of the benefit payments is as follows:

Expected payments over the next:	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
1 year	0.01	-
2 to 5 years	0.18	-
6-10 years	2.68	-
More than 10 years	4.59	-

##### j Sensitivity Analysis

Method for Sensitivity Analysis : The sensitivity results below determine their individual impact on the Plan's end of the year Define Benefit Obligation. In reality, the Plan is subject to multiple external experience items which may move the Defined Benefit Obligation in similar or Opposite directions, while the sensitivity to such changes can vary over time :

	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
Effect on DBO due to 1% increase in Discount Rate	-11.60%	-
Effect on DBO due to 1% decrease in Discount Rate	14.10%	-
Effect on DBO due to 1% increase in Salary Escalation Rate	13.90%	-
Effect on DBO due to 1% decrease in Salary Escalation Rate	-11.70%	-
Effect on DBO due to 50% increase in Attrition Rate	-1.60%	-
Effect on DBO due to 50% decrease in Attrition Rate	1.60%	-
Effect on DBO due to 10% increase in Mortality Rate	0.01%	-
Effect on DBO due to 10% decrease in Mortality Rate	-0.01%	-

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

47 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.



48 Previous GAAP figures have been reclassified/regrouped to confirm the presentation requirements under IND AS and the requirements laid down in Division-II of the Schedule-III of the Companies Act,2013.

As per our report of even date

For and on behalf of the Board of Directors

For M/s. Bijan Ghosh & Associates  
Chartered Accountants  
(Firm Registration No.323214E)

Jugal Kishore Bhagat  
Managing Director  
DIN: 02218545

Rekha Devi Bhagat  
Director  
DIN: 08521001

Mr. Bijan Ghosh  
Proprietor  
Membership No. 009491  
Place: Kolkata  
Dated: 28.05.2023  
UDIN: 24009491BKDZYN7860

Vinita Yadav  
Chief Financial Officer

Sushma Kumari Agarwal  
Company Secretary



## INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF DYNAMIC SERVICES & SECURITY LIMITED

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

We have audited the accompanying consolidated financial statements of **DYNAMIC SERVICES & SECURITY LIMITED** (the "Company") and its subsidiaries & Step Down Subsidiary (the Company and its subsidiaries & Step Down Subsidiary together referred to as the "Group") which comprise the Consolidated Balance Sheet as at March 31, 2024, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group as at March 31, 2024 and their consolidated profit, their consolidated total comprehensive income, their consolidated changes in equity and their consolidated cash flows for the year ended on that date.

### **Basis for Opinion**

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group 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 consolidated 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.



## **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility and Sustainability Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Responsibilities of Management and Those Charged with Governance for the Consolidated 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 and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India. The respective Boards of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Company, as aforesaid.

In preparing the consolidated financial statements, the respective Boards of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Boards of Directors either intend to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

The respective Boards of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

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

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated 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 financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company and its subsidiary companies which are companies incorporated in India, has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the 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 ability of the Group 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 consolidated 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the consolidated financial statements.

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

We communicate with those charged with governance of the Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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



## Report on Other Legal and Regulatory Requirements

3. 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 Act, 2013. we give in The "Annexure A", a statement on the matters specified in the paragraph 3 and 4 of the order to the extent applicable.

2. A). As required by Section 143(3) of the Act, based on our audit 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 of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) The going Concern matter described in "Material uncertainty Related to going Concern" paragraph above, which in our opinion, may have no effect on the functioning of the company as a going concern.
- f) On the basis of the written representations received from the directors of the Company as on  
March 31, 2024 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- g) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditors' reports of the Company and its subsidiary companies incorporated in India. Our report expresses an unmodified



opinion on the adequacy and operating effectiveness of internal financial controls with reference to consolidated financial statements of those companies.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

- B). With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

- i) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group (refer Note 2.24 to the consolidated financial statements).
- ii) The Group has made provision as required under applicable law or accounting standards for material foreseeable losses (refer Note 2.16 to the consolidated financial statements). The Group did not have any long-term derivative contracts.
- iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and its subsidiary companies incorporated in India.
- iv) (a) The respective Managements of the Company and its subsidiary & Step down Subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiaries to or in any other person or entity, outside the Group, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (b) The respective Managements of the Company and its subsidiary & Step down Subsidiaries which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiary & Step down Subsidiaries from any person or entity,



including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries shall, 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.

- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the Company and its subsidiary & Step down Subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
  
- v) As stated in Note 2.12.3 to the consolidated financial statements
  - a. The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act, as not applicable.
  
  - b. The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as not applicable.
  
  - c. Based on our examination, which include test checks, the Company has used accounting software for maintaining its books of accounts which have a feature of recording audit trail (edit log) facility and that have operated throughout the financial year for all relevant transactions recorded in the software except for modifications, if any, made by certain users having specific access to the accounting software. During the course of performing our procedures, we did not notice any instance of audit trail feature being tampered with during the period for which the audit trail feature was enabled.
  
- 2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor’s Report) Order, 2020 (the “Order”/ “CARO”) issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor’s report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiary & Step down Subsidiaries included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.



For M/s. Bijan Ghosh & Associates  
(Chartered Accountants)  
Firm's Registration no.: 323214E

SD/-  
(Mr. Bijan Ghosh)  
(Proprietor)  
Membership No: 009491  
UDIN :  
24009491BKDZY04858

Place: Kolkata  
Date: 28.05.2024



## Annexure - A to the Independent Auditors' Report

The Annexure referred to in Independent Auditors' Report to the members of the Company on the consolidated financial statements for the year ended 31st March 2024, we report that:

- (ii) (a) A. The company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and equipment.
  - B. The company does not have any Intangible Assets. Accordingly, clause 3(i)(a)(B) of the order is not applicable.
  - (b) According to the information and explanation given to us and on the basis of our examination of the record of the company, the Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) According to information and explanation given to us and on the basis of our examination of the records of the Company, the Company have Immovable Property the title deeds of those immovable properties are held in the name of the Company.
- (d) According to information and explanation 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) during the year.
- (e) According to information and explanation 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 Transactions Act, 1988 and the rules made thereunder.
- ii. (a) The inventory has been physically verified by the management during the year. In the opinion, the frequency of such verification is reasonable and procedures and coverage as followed by management were appropriate. No discrepancies were noticed on verification between the physical stocks and the book record that were 10% or more in the aggregate for each class of inventory.
  - (b) According to information and explanation given to us and on the basis of our examination of the records of the company, the company has sanctioned working capital limits in excess of five crore in aggregate from banks or financial institutions on security of current asset. Accordingly, clause 3(ii)(b) of the order is applicable.
- iii. According to the information and explanations given to us, the Company has granted loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act.



Accordingly, the provisions of clause 3 (iii) (a) to (f) of the Order are applicable to the Company.

- iv. According to the information and explanations given to us and on the basis of our examination of the records the company has complied with the provision u/s 185 and 186 of the companies Act 2013 for loans given or provided any guarantee or security as specified under section 185 of the companies Act, 2013.
- w. According to the information and explanations given to us, the Company has not accepted any deposits from the public. Accordingly, clause 3(v) of the order is not applicable.
- x. According to the information and explanations given to us, the maintenance of Cost Records has not been specified by the Central Government under sub section (1) of Section 148 of the Act for the business activities carried on by the Company.
- xi. According to the information and explanation given to us and on the basis of our examination of the record of the company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax ('GST'), provident fund, Employees' state insurance, income tax, Duty of customs, cess and other material statutory dues have generally been regularly deposited with the appropriate authorities.
  - a. According to information and explanation given to us, no undisputed amounts payable in respect of GST, provident fund, Employees' state insurance, income tax, Duty of custom, cess and other material statutory dues were in arrear as at 31<sup>st</sup> March 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, there are no material dues of income tax, sales tax, duty of customs, duty of excise, service tax, value added tax which have not been deposited with the appropriate authorities on account of any dispute.
- xii. According to the information and explanations given to us and on the basis of our examination of the company, the company has not surrendered or disclosed any transaction, previously unrecorded as income in the books of account, in the tax assessments under the income-tax Act, 1961 as income during the year.
- xiii. a) According to the information and explanations given to us and based on our examination of the records of the Company, the company did not defaulted in repayment of loan or other borrowings or in the payment of interest thereon to any lender during the years.
  - g) According to the information and explanation 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.



- h) According to the information and explanations given to us, the company has utilized the money obtained by way of term loan during the financial year for the purpose for which they were obtained.
- i) According to the information and explanations given to us and on an overall examinations of balance sheet of the company, we report that no funds have been raised on short-term basis have been used for long-term purposes by the company.
- j) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the companies Act, 2013. Accordingly, clause 3(ix)(e) of the order is not applicable.
- k) According to the information and explanations given to us and procedures performed by us, we report that the company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the companies Act, 2013. Accordingly, clause 3(ix)(f) of the order is not applicable.
- y) a) The Company has not raised any money by way of initial public offer (including debt instruments). Accordingly, clause 3(x)(a) of the order is not applicable.
- c) 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 fully or partly convertible debentures during the year. Accordingly, clause 3(x)(b) of the order is not applicable.
- xxii) 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 standards on Auditing, we report that no fraud by the company or on the company has been noticed or reported during the course of audit.
- d) According to information and explanation given to us, no report under sub-section (12) of section 143 of the Companies Act, 2013 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.
- e) As Auditor, we did not received any whistle-blower complaints during the year.
- xxiii) According to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xxiv) In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of the related party transactions have been disclosed in the standalone financial statements as required by the applicable Indian accounting standards.



- xxv) a) Based on information and explanations provided to us and our audit procedures, in our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- c) We have considered the internal audit reports of the company issued till date for the period under audit.
- xxvi) In our opinion and according to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected to its directors and provision of section 192 of the companies act, 2013 are not applicable.
- xxvii) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, clause 3(xvi)(a) of the order is not applicable.
- (e) The Company has not conducted any Non-Banking Financial & Housing Finance Activities during the year, clause 3(xvi)(b) of the order is not applicable.
- (f) The company is not core investment company (CIC) as defined in the regulations made by Reserve Bank of India. Accordingly, clause 3(xvi)(c) of the order is not applicable.
- (g) According to the information and explanations provided to us during the course of audit, the Group does not have any CIC. Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- xxviii) The company has not incurred cash losses in the current and in the immediately preceding financial year.
- xxix) There has been no resignation of the statutory auditors during the year. Accordingly, clause 3(xviii) of the order is not applicable.
- xxx) 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, our knowledge of the Board of directors and management plans 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 period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future ability 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.
- xxxi) 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 Companies Act,



2013 pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the order are not applicable.

The company is required to prepare Consolidated Financial Statement, there have been no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO).

For M/s. Bijan Ghosh & Associates  
(Chartered Accountants)  
Firm's Registration no.: 323214E

SD/-  
(Mr. Bijan Ghosh)  
(Proprietor)  
Membership No: 009491  
UDIN : 24009491BKDZY04858

Place: Kolkata  
Date: 28.05.2024



## **ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT**

(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of **Dynamic Services & Security Limited** of even date)

### **Report on the Internal Financial Controls with reference to Consolidated Financial Statements under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (the “Act”)**

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2024, we have audited the internal financial controls with reference to Consolidated Financial Statements of **Dynamic Services & Security Limited** (hereinafter referred to as the “Company”) and its subsidiary companies, which are companies incorporated in India, as of that date.

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

The respective Boards of Directors of the Company and its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the respective Companies 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 (the “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 the respective 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.

### **Auditor’s Responsibility**

Our responsibility is to express an opinion on the internal financial controls with reference to Consolidated Financial Statements of the Company and its subsidiary companies, which are companies incorporated in India, 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 Institute of Chartered Accountants of India (“ICAI”) and the Standards on Auditing, prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to Consolidated Financial Statements. 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 with reference to



Consolidated Financial Statements 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 with reference to Consolidated Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Consolidated Financial Statements included obtaining an understanding of internal financial controls with reference to Consolidated 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 internal financial controls with reference to Consolidated Financial Statements of the Company and its subsidiary companies, which are companies incorporated in India.

## **Meaning of Internal Financial Controls with reference to Consolidated Financial Statements**

A company's internal financial control with reference to Consolidated Financial Statements 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 with reference to Consolidated Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of 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 with reference to Consolidated Financial Statements**

Because of the inherent limitations of internal financial controls with reference to Consolidated Financial Statements, 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 with reference to Consolidated Financial Statements to future periods are subject to the risk that the internal financial control with reference to Consolidated Financial Statements 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 and to the best of our information and according to the explanations given to us, the Company and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls with reference to Consolidated Financial Statements and such internal financial controls with reference to Consolidated Financial Statements were operating effectively as at March 31, 2024, based on the criteria for internal financial control with reference to Consolidated Financial Statements established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

**For M/s. Bijan Ghosh & Associates**

**(Chartered Accountants)**

**Firm's Registration no.: 323214E**

**SD/-**

**(Mr. Bijan Ghosh)**

**(Proprietor)**

**Membership No: 009491**

**UDIN : 24009491BKDZY04858**

**Place: Kolkata**

**Date: 28.05.2024**



# DYNAMIC SERVICES & SECURITY LIMITED

## DYNAMIC SERVICES & SECURITY LIMITED

CIN- L74999WB2016PLC218387

### CONSOLIDATED BALANCE SHEET AS AT 31st MARCH 2024

(Amount in Lakhs)

Particulars	Note	As at 31st March, 2024	As at 31st March, 2023
<b>I. ASSETS</b>			
<b>1 Non Current Assets</b>			
a) Property, Plant and Equipment	5	294.36	483.72
b) Capital work-in progress	6	1,733.75	364.52
c) Financial Assets			
i. Other Financial Assets	7	1,625.55	-
d) Deferred Tax Assets (Net)	21	10.02	-
e) Other Non Current Assets	8	3,668.74	2,143.23
<b>Sub Total</b>		<b>7,332.42</b>	<b>2,991.47</b>
<b>2 Current Assets</b>			
a) Inventories	9	1,304.61	516.53
b) Financial Assets			
i. Trade receivables	10	3,510.55	3,104.92
ii. Cash and cash equivalents	11	94.92	794.63
iii. Other Bank Balance	12	0.15	-
iv. Other financial assets	13	40.46	1,999.87
c) Current Tax Assets (Net)	14	5.39	-
d) Other Current Assets	15	3,397.68	1,033.13
<b>Sub Total</b>		<b>8,353.76</b>	<b>7,449.08</b>
<b>Total Assets</b>		<b>15,686.18</b>	<b>10,440.55</b>
<b>II. EQUITY AND LIABILITIES</b>			
<b>1 Shareholders Funds</b>			
a) Equity Share Capital	16	1,374.62	1,351.82
b) Other Equity	17	7,125.63	5,516.38
c) Non Controlling Interest	18	2,013.75	-
<b>Sub Total</b>		<b>10,514.00</b>	<b>6,868.20</b>
<b>LIABILITIES</b>			
<b>2 Non Current Liabilities</b>			
a) Financial Liability			
i) Borrowings	19	477.53	669.90
b) Provisions	20	4.12	-
c) Deferred tax liabilities (net)	21	19.36	11.09
<b>Sub Total</b>		<b>501.01</b>	<b>680.99</b>
<b>3 Current Liabilities</b>			
a) Financial Liabilities			
i) Borrowings	22	2,956.07	1,318.39
ii) Trade Payables	23	-	-
-Total Outstanding dues of Micro Enterprises and Small Enterprises		-	-
-Total Outstanding dues of creditors other than Micro Enterprises		935.72	1,068.38
iii) Other Financial Liabilities	24	6.14	-
b) Other Current Liabilities	25	449.98	109.25
c) Current Tax Liabilities (Net)		323.26	395.34
<b>Sub Total</b>		<b>4,671.17</b>	<b>2,891.36</b>
<b>Total Equity and Liabilities</b>		<b>15,686.18</b>	<b>10,440.55</b>
<b>Basis of preparation and presentation of Financial Statements</b>	2		
<b>Material Accounting Policies</b>	3		
<b>Significant Judgement &amp; Key Estimate</b>	4		
<b>Accompanying notes form an integral part of the financial statements</b>			

As per our report of even date attached.

For and on behalf of the Board of Directors

For M/s. Bijan Ghosh & Associates  
Chartered Accountants  
Firm Registration No. : 323214E

Jugal Kishore Bhagat  
Managing Director  
DIN: 02218545

Rekha Devi Bhagat  
Director  
DIN: 08521001

(Mr. Bijan Ghosh)  
Proprietor  
Membership No. 009491  
Place: Kolkata  
Dated: 28.05.2024  
UDIN: 24009491BKDZY04858

Vinita Yadav  
Chief Financial Officer

Sushma Kumari Agar  
Company Secretary



**DYNAMIC SERVICES & SECURITY LIMITED**  
CIN- L74999WB2016PLC218387

**CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH, 2024**

*(Amount in Lakhs)*

Sl.No.	Particulars	Note	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>I.</b>	<b>Revenue:</b>			
	- Revenue From Operations	26	11,934.59	8,187.50
	- Other Income	27	38.50	972.53
	<b>Total Income</b>		<b>11,973.09</b>	<b>9,160.03</b>
	a. Cost of Materials Consumed	28	-	8.20
	a. Purchases of Stock-in-trade	29	7,872.13	5,729.95
	b. Changes in inventories of Stock-in-Trade	30	(261.12)	(65.69)
	c. Employee benefits expenses	31	1,556.19	1,222.62
	d. Finance Cost	32	397.93	283.26
	e. Depreciation and Amortization Expenses	33	42.72	45.34
	f. Other Expenses	34	1,044.61	630.93
	<b>Total Expenses</b>		<b>10,652.46</b>	<b>7,854.61</b>
<b>III.</b>	<b>Profit/(Loss) before exceptional and extraordinary items and tax</b>		<b>1,320.63</b>	<b>1,305.42</b>
<b>IV.</b>	<b>Exceptional Items</b>		-	-
<b>V.</b>	<b>Profit/(Loss) before tax</b>		<b>1,320.63</b>	<b>1,305.42</b>
<b>VI.</b>	<b>Tax expense:</b>	35		
	- Current Tax		408.33	280.98
	- Deferred Tax		(1.74)	5.15
	<b>Total Tax Expenses</b>		<b>406.59</b>	<b>286.13</b>
<b>VII.</b>	<b>Profit / (Loss) after Tax</b>		<b>914.04</b>	<b>1,019.29</b>
	<b>Profit / (Loss) for the Year attributable to :</b>			
	Equityholders of the Parent		886.88	1,019.29
	Non-Controlling Interest		27.16	-
<b>VIII.</b>	<b>Other Comprehensive Income</b>			
	<u>Items that will not be reclassified to profit or loss</u>			
	a) Remeasurement of defined benefit plan		-	-
	b) Income tax relating to above items		-	-
	<b>Other Comprehensive Income for the Year (Net of Tax)</b>		-	-
<b>IX.</b>	<b>Total Comprehensive Income for the Year</b>		<b>914.04</b>	<b>1,019.29</b>
	<b>Total Comprehensive Income for the period attributable to:</b>			
	Equityholders of the Parent		886.88	1,019.29
	Non-Controlling Interest		27.16	-
<b>VIII.</b>	<b>Earning per Shares (EPS) (in Rs.)</b>			
	Basic Earnings Per Share		6.63	7.54
	Diluted Earnings Per Share		3.83	7.54
	<b>Basis of preparation and presentation of Financial Statements</b>	2		
	<b>Material Accounting Policies</b>	3		
	<b>Significant Judgement &amp; Key Estimate</b>	4		
	<b>Accompanying notes form an integral part of the financial statements</b>			

As per our report of even date attached.

For and on behalf of the Board of Directors

For M/s. Bijan Ghosh & Associates  
Chartered Accountants  
Firm Registration No. : 323214E

Jugal Kishore Bhagat  
Managing Director  
DIN: 02218545

Rekha Devi Bhagat  
Director  
DIN: 08521001

(Mr. Bijan Ghosh)  
Proprietor  
Membership No. 009491  
Place: Kolkata  
Dated: 28.05.2024  
UDIN: 24009491BKDZY04858

Vinita Yadav  
Financial Officer

Sushma Kumari Agarwal  
Company Secretary



<b>DYNAMIC SERVICES &amp; SECURITY LIMITED</b>		
CIN: L74999WB2016PLC218387		
CONSOLIDATED CASH FLOW STATEMENT FOR YEAR ENDED 31st MARCH, 2024		
<i>(Amount in Lakhs)</i>		
Particulars	Year ended March 31, 2024	Year ended March 31, 2023
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>		
Profit/(Loss) before Tax	1,320.63	1,305.42
<b>Adjustments for:</b>		
Depreciation and amortization expense	42.72	45.34
Finance Cost	397.93	283.26
Interest Income	(28.11)	-
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>1,733.17</b>	<b>1,634.02</b>
<b>Changes in Working Capital</b>		
Increase / (Decrease) in Trade Payables	(132.66)	(1,453.12)
Increase / (Decrease) in Other current liabilities	346.87	(159.55)
Increase / (Decrease) in Provision	4.12	3.08
(Increase) / Decrease in Inventories	(788.08)	(57.50)
(Increase) / Decrease in Trade Receivable	(405.63)	4,252.34
(Increase) / Decrease in other current assets	(590.09)	(1,972.17)
(Increase) / Decrease in other non current assets	(3,151.06)	(7.79)
<b>CASH GENERATED FROM / (USED IN) OPERATIONS</b>	<b>(2,983.36)</b>	<b>2,239.31</b>
Direct taxes paid (net of refunds)	(485.80)	(28.58)
<b>NET CASH FLOW FROM/ (USED IN) OPERATING ACTIVITIES (A)</b>	<b>(3,469.16)</b>	<b>2,210.73</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Payment against acquisition of Property, Plant & Equipment	(1,222.60)	(658.15)
Interest Income	10.72	-
Payment against acquisition of Investments	-	(851.60)
<b>NET CASH FLOW FROM/ (USED IN) INVESTING ACTIVITIES (B)</b>	<b>(1,211.88)</b>	<b>(1,509.75)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from/ (repayment of) non current borrowings (Net)	(192.37)	(117.51)
Proceeds from/ (repayment of) current borrowings (Net)	1,637.68	(236.90)
Finance Cost	(397.93)	(283.26)
Transaction with non-controlling interests	1,331.35	-
Proceeds from issue of equity shares	136.80	-
Proceeds from share warrants	1,465.80	-
<b>NET CASH GENERATED FROM / (USED IN) FINANCING ACTIVITIES (C)</b>	<b>3,981.33</b>	<b>(637.67)</b>
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(699.71)</b>	<b>63.31</b>
Opening Cash and Cash Equivalents	794.63	731.32
<b>Closing Cash and Cash Equivalents</b>	<b>94.92</b>	<b>794.63</b>
<b>Notes:</b>		
a) The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.		
b) The composition of Cash & Cash Equivalent has been determined based on the Accounting Policy Note No. 2.5		
c) Direct Taxes paid are treated as arising from operating activities and are not bifurcated between investing and financing activities.		
d) Figures for the previous year have been re-grouped wherever considered necessary.		
Basis of preparation and presentation of Financial Statements	2	
Material Accounting Policies	3	
Significant Judgement & Key Estimate	4	
Accompanying notes form an integral part of the financial statements		
<b>As per our report of even date</b>		
For M/s. Bijan Ghosh & Associates Chartered Accountants (Firm Registration No.323214E)		For and on behalf of the Board of Directors
	Jugal Kishore Bhagat Managing Director DIN: 02218545	Rekha Devi Bhagat Director DIN: 08521001
Bijan Ghosh Proprietor Membership No. 009491 Place: Kolkata Dated: 28.05.2024 UDIN: 24009491BKDZY04858	Vinita Yadav Chief Financial Officer	Sushma Kumari Agarwal Company Secretary



## DYNAMIC SERVICES & SECURITY LIMITED

### 4. CORPORATE AND GENERAL INFORMATION

Dynamic Services & Security Limited (“the Parent Company”) is a public limited company incorporated in 2001 and domiciled in India and has its listing on the NSE. The registered office of the Company is situated in Kolkata, West Bengal. The Company’s principal business is to provides Mechanized Cleaning, Conservancy, Housekeeping, Catering, Security & Man Power Supply, etc.

The Financial Statement comprise the audited Financial Statements of the Parent Company and its subsidiary:

Name of Subsidiaries	Principal Place of Business	Proportion of Ownership Interest as on March 31, 2024	Principal Business Activities
Mehai Technology Limited	India	52.96%	Trading of Electronic Items
Mehai Aqua Pvt. Ltd.	India	Step Down Subsidiary	Packaged Drinking Water
Momentous Retails Pvt. Ltd.	India	Step Down Subsidiary	Trading of Electronic Items

The consolidated financial statements of the Company for the year ended 31<sup>st</sup> March 2024 has been approved by the Board of Directors in their meeting held on 28<sup>th</sup> May 2024.

### 5. BASIS OF PREPARATION & PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENT

#### 5.1. Statement of Compliance

These consolidated financial statements have been prepared in accordance with the Indian Accounting Standards (“Ind AS”) as prescribed by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 (“the Act”), read with the Companies (Indian Accounting Standards) Rules, 2015 (as amended), other relevant provisions of the Act and other accounting principles generally accepted in India.

#### 5.2. Basis of Measurement

The Company maintains accounts on accrual basis following the historical cost convention, except for followings:

- Certain Financial Assets and Liabilities are measured at Fair value/ Amortised cost (refer accounting policy regarding financial instruments);

#### 5.3. Functional and Reporting Currency

The Consolidated Financial Statements are presented in Indian Rupee (INR), which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates. All financial information presented in INR have been rounded off to the nearest lakhs up to two decimals as per the requirements of Schedule III, unless otherwise stated.

#### 5.4. Use of Estimates and Judgements

The preparation of consolidated financial statements in conformity with Ind AS requires judgements, estimates and assumptions to be made that affect the reported amount of assets and liabilities, disclosure of contingent liabilities on the date of the consolidated financial statements and the reported amount of



revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

## 5.5. Presentation of Consolidated Financial Statements

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in the Division-II, Schedule III to the Companies Act, 2013 (“the Act”). 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 Division-II, Schedule III to the Act, and various stipulations of Ind AS or any other act are presented by way of notes forming part of the consolidated financial statements along with the other notes required to be disclosed under the notified Accounting Standards and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended from time to time).

## 5.6. Operating Cycle for current and non-current classification

All assets and liabilities have been classified as current or non-current depending on the Company's normal operating cycle and other criteria set out in the Division-II, Schedule III of the Companies Act, 2013 and Ind AS 1. The Company has ascertained its operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities.

An asset is classified as current when it is:

- Expected to be realized or intended to sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realized within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All the other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current. Deferred Tax Assets and Liabilities are classified as non-current assets and liabilities respectively.

## 5.7. Measurement of Fair Values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

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. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability.



The principal or the most advantageous market must be accessible by the Company. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the consolidated financial statements are categorised within the fair value hierarchy, described as follows, based on the input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Inputs other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and
- Level 3 — Inputs which are unobservable inputs for the asset or liability.

External valuers are involved for valuation of significant assets & liabilities. Involvement of external valuers is decided by the management of the company considering the requirements of Ind AS and selection criteria include market knowledge, reputation, independence and maintenance of professional standards.

## 5.8. Principles of Consolidation

### **Subsidiaries**

Subsidiaries are all entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

The Group combines the financial statements of the parent and its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Intercompany transactions, balances and unrealised gains on transactions between Group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit and loss, consolidated statement of changes in equity and balance sheet respectively.

The group treats transactions with non-controlling interests that do not result in a loss of control as transactions with equity owners of the group. A change in ownership interest results in an adjustment between the carrying amounts of the controlling and non-controlling interests to reflect their relative interests in the subsidiary. Any difference between the amount of the adjustment to non-controlling interests and any consideration paid or received is recognised within equity.

Goodwill is initially recognised at cost and is subsequently measured at cost less impairment losses, if any. Goodwill is tested for impairment annually or more frequently when there is an indication that it may be impaired. An impairment loss for goodwill is recognised in profit or loss and is not reversed in subsequent periods.



## 6. MATERIAL ACCOUNTING POLICIES

A summary of the material accounting policies applied in the preparation of the consolidated financial statements are as given below. These accounting policies have been applied consistently to all the periods presented in the consolidated financial statements.

### 6.1. INVENTORIES

Inventories are valued at the lower of cost and net realizable value (NRV). Cost is measured by including, unless specifically mentioned below, cost of purchase and other costs incurred in bringing the inventories to their present location and condition. NRV is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

### 6.2. CASH AND CASH EQUIVALENTS

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short term deposits with an original maturity of three months or less, which are subject to an insignificant risk of change in value.

For the purpose of the statement of cash flows, cash and cash equivalents includes cash on hand, term deposits and other short-term highly liquid investments, net of bank overdrafts as they are considered an integral part of the Company's cash management. Bank overdrafts/cash credit are shown within short term borrowings in the Balance sheet.

### 6.3. INCOME TAX

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognised in the statement of profit & loss, except to the extent that it relates to items recognised in other comprehensive income or directly attributable to other equity. In these cases, the tax is also recognised in other comprehensive income or in statement of change in other equity, respectively.

#### 6.3.1. Current Tax:

Current tax liabilities (or assets) for the current and prior periods are measured at the amount expected to be paid to (recovered from) the taxation authorities using the tax rates (and tax laws) that have been enacted or substantively enacted, at the end of the reporting period.

#### 6.3.2. Deferred Tax

- Deferred Tax assets and liabilities is measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.
- Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes (i.e., tax base). Deferred tax is also recognized for carry forward of unused tax losses and unused tax credits.
- Deferred tax assets are recognized 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 utilized.
- The carrying amount of deferred tax assets is reviewed at the end of each reporting period. The Company reduces the carrying amount of a deferred tax asset to the extent that it is no longer



probable that sufficient taxable profit will be available to allow the benefit of part or that entire deferred tax asset to be utilized. Any such reduction is reversed to the extent that it becomes probable that sufficient taxable profit will be available.

- Deferred tax relating to items recognized outside the Statement of Profit and Loss is recognized either in other comprehensive income or in statement of change in equity. Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.
- Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

## **6.4. PROPERTY, PLANT AND EQUIPMENT**

### **6.4.1. Tangible Assets**

#### **6.4.1.1. Recognition and Measurement:**

- Property, plant and equipment held for use in the production or/and supply of goods or services, or for administrative purposes, are stated in the balance sheet under cost model i.e., cost, less any accumulated depreciation and accumulated impairment losses (if any), except for freehold land which are carried at historical cost.
- Cost of an item of property, plant and equipment acquired comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting any trade discounts and rebates, any directly attributable costs of bringing the assets to its working condition and location for its intended use and present value of any estimated cost of dismantling and removing the item and restoring the site on which it is located. Such costs includes borrowing cost if recognition criteria are met.
- If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.
- Profit or loss arising on the disposal of property, plant and equipment are recognized in the Statement of Profit and Loss.

#### **6.4.1.2. Subsequent Measurement:**

- Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the cost incurred will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced.
- Major Inspection/ Repairs/ Overhauling expenses are recognized in the carrying amount of the item of property, plant and equipment as a replacement if the recognition criteria are satisfied. Any Unamortized part of the previously recognized expenses of similar nature is derecognized.

#### **6.4.1.3. Depreciation and Amortization:**

- Depreciation on Property, Plant & Equipment is provided on Straight Line Method in terms of life span of assets prescribed in Schedule II of the Companies Act, 2013 or as reassessed by the Company based on the technical evaluation.



- In case the cost of part of tangible asset is significant to the total cost of the assets and useful life of that part is different from the remaining useful life of the asset, depreciation has been provided on straight line method based on internal assessment and independent technical evaluation carried out by external valuers, which the management believes that the useful lives of the component best represent the period over which it expects to use those components.
- Depreciation on additions (disposals) during the year is provided on a pro-rata basis depending on the usage period of assets since/ up to the date of installation / disposal.
- Depreciation on assets built on leasehold land, which is transferrable to the lessor on expiry of lease period, is amortized over the period of lease.
- Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

#### **6.4.1.4. Disposal of Assets**

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between net disposal proceeds and the carrying amount of the asset and is recognized in the statement of profit and loss.

#### **6.4.1.5. Capital Work in Progress**

Capital work-in-progress is stated at cost which includes expenses incurred during construction period, interest on amount borrowed for acquisition of qualifying assets and other expenses incurred in connection with project implementation in so far as such expenses relate to the period prior to the commencement of commercial production.

## **4.5 LEASES**

### **4.5.1 Determining whether an arrangement contains a lease**

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

### **4.5.2 Company as lessee**

The Company's lease asset classes primarily consist of leases for Land and Buildings. The Company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (iv) the contract involves the use of an identified asset;
- (v) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and;
- (vi) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognises a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short term leases) and leases of low value assets. For these short term



and leases of low value assets, the Company recognises the lease payments as an operating expense on a straight line basis over the term of the lease.

The lease liability is initially measured at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates. The lease liability is subsequently re-measured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made.

A lease liability is re-measured upon the occurrence of certain events such as a change in the lease term or a change in an index or rate used to determine lease payments. The re-measurement normally also adjusts the leased assets.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

The right-of-use assets are initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses, if any. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset.

## 4.6 REVENUE RECOGNITION

Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled to in exchange for those goods or services.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. This variable consideration is estimated based on the expected value of outflow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

### 4.6.1 **Other Income:**

4.6.1.1 Interest Income: For all debt instruments measured either at amortized cost or at fair value through other comprehensive income (FVTOCI), interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset. For other financial assets interest is accounted for in terms of fair rate.

4.6.1.2 Dividend Income: Dividend income is accounted in the period in which the right to receive the same is established.

4.6.1.3 Other Income: Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably.

## 4.7 EMPLOYEE BENEFITS

### 4.7.1 Short Term Benefits

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as the related services are provided. Liabilities for wages and salaries, including non-monetary benefits that are



expected to be settled wholly within twelve months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period.

#### **4.7.2 Post-Employment Benefits**

The Company operates the following post-employment schemes:

##### ➤ **Defined Benefit Plans (Gratuity)**

The liability or asset recognized in the Balance Sheet in respect of defined benefit plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods. The defined benefit obligation is calculated annually by Actuaries using the projected unit credit method.

The liability recognized for defined benefit plans is the present value of the defined benefit obligation at the reporting date less the fair value of plan assets, together with adjustments for unrecognized actuarial gains or losses and past service costs. The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. The benefits are discounted using the government securities (G-Sec) at the end of the reporting period that have terms approximating to the terms of related obligation.

Remeasurements of the net defined benefit obligation, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling, are recognized in other comprehensive income. Remeasurement recognized in other comprehensive income is reflected immediately in retained earnings and will not be reclassified to the statement of profit and loss.

#### **4.8 GOVERNMENT GRANTS**

Government grants are recognised at their fair value, where there is reasonable assurance that the grant will be received and all attached conditions will be complied with. When the grant relates to an expense item, it is recognised as income on a systematic basis over the periods that the related costs, for which it is intended to compensate, are expensed.

#### **4.9 FOREIGN CURRENCY TRANSACTIONS**

Foreign currency (other than the functional currency) transactions are translated into the functional currency using the spot rates of exchanges at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rate of exchanges at the reporting date.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities are generally recognized in profit or loss in the year in which they arise except for exchange differences on foreign currency borrowings relating to assets under construction for future productive use, which are included in the cost of those qualifying assets when they are regarded as an adjustment to interest costs on those foreign currency borrowings, the balance is presented in the Statement of Profit and Loss within finance costs.

Non monetary items are not retranslated at period end and are measured at historical cost (translated using the exchange rate at the transaction date).



## 4.10 BORROWING COSTS

Borrowing Costs consists of interest and other costs that an entity incurs in connection with the borrowings of funds. Borrowing costs also includes foreign exchange difference to the extent regarded as an adjustment to the borrowing costs.

## 4.11 FINANCIAL INSTRUMENTS

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

### 4.11.1 Financial Assets

#### ➤ Recognition and Initial Measurement:

All financial assets are initially recognized when the company becomes a party to the contractual provisions of the instruments. A financial asset is initially measured at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. However, trade receivables that do not contain a significant financing component are measured at transaction price.

#### ➤ Classification and Subsequent Measurement:

For purposes of subsequent measurement, financial assets are classified in four categories:

- Measured at Amortized Cost;
- Measured at Fair Value Through Other Comprehensive Income (FVTOCI);
- Measured at Fair Value Through Profit or Loss (FVTPL); and
- Equity Instruments designated at Fair Value Through Other Comprehensive Income (FVTOCI).

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

- Measured at Amortized Cost: A debt instrument is measured at the amortized cost if both the following conditions are met:
  - The asset is held within a business model whose objective is achieved by both collecting contractual cash flows; and
  - The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the statement of profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade receivables, cash and bank balances, loans and other financial assets of the company.

- Measured at FVTOCI: A debt instrument is measured at the FVTOCI if both the following conditions are met:
  - The objective of the business model is achieved by both collecting contractual cash flows and selling the financial assets; and
  - The asset's contractual cash flows represent SPPI.

Debt instruments meeting these criteria are measured initially at fair value plus transaction costs. They are subsequently measured at fair value with any gains or losses arising on remeasurement recognized in other comprehensive income, except for impairment gains or losses and foreign



exchange gains or losses. Interest calculated using the effective interest method is recognized in the statement of profit and loss in investment income.

- Measured at FVTPL: FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as FVTPL. In addition, the company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit and loss. Equity instruments which are, held for trading are classified as at FVTPL.
- Equity Instruments designated at FVTOCI: For equity instruments, which has not been classified as FVTPL as above, the company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The company makes such election on an instrument-by-instrument basis. The classification is made on initial recognition and is irrevocable. In case the company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment.

➤ Derecognition:

The Company derecognizes a financial asset on trade date 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.

➤ Impairment of Financial Assets:

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. The company recognizes impairment loss for trade receivables that do not constitute a financing transaction using expected credit loss model, which involves use of a provision matrix constructed on the basis of historical credit loss experience. For all other financial assets, expected credit losses are measured at an amount equal to the 12 month 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.

#### 4.11.2 Financial Liabilities

➤ Recognition and Initial Measurement:

Financial liabilities are classified, at initial recognition, as at fair value through profit or loss, loans and borrowings, payables or as derivatives, as appropriate. All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

➤ Subsequent Measurement:

Financial liabilities are measured subsequently at amortized cost or FVTPL. A financial liability is classified as FVTPL if it is classified as held-for-trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in profit or loss. Other financial liabilities are subsequently measured at amortized cost using the effective interest rate method. Interest expense and foreign exchange gains and losses are recognized in profit or loss. Any gain or loss on derecognition is also recognized in profit or loss.

➤ Derecognition:

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.



### **4.11.3 Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount is reported in the balance sheet when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the counterparty.

### **4.12 Earnings Per Share**

Basic Earnings per share (EPS) amounts are calculated by dividing the profit for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year. Diluted EPS amounts are calculated by dividing the profit attributable to equity holders adjusted for the effects of potential equity shares by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

### **4.13 Impairment of Non-Financial Assets**

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value being higher of value in use and net selling price. Value in use is computed at net present value of cash flow expected over the balance useful lives of the assets. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (Cash Generating Units – CGU).

An impairment loss is recognized as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognized in earlier accounting period is reversed if there has been an improvement in recoverable amount.

### **4.14 Provisions, Contingent Liabilities and Contingent Assets**

#### **4.14.1 Provisions**

Provisions are recognized when there is a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.

#### **4.14.2 Contingent Liabilities**

Contingent liability is a possible obligation arising from past events and 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 but is not recognized because it is not possible that an outflow of resources embodying economic benefit will be required to settle the obligations or reliable estimate of the amount of the obligations cannot be made. The Company discloses the existence of contingent liabilities in Other Notes to Consolidated Financial Statements.

### **4.15 Operating Segment**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker of the Company is responsible for allocating



resources and assessing performance of the operating segments and accordingly is identified as the chief operating decision maker.

The Company has identified three reportable segment "Transport", "Manpower" and "Sales" based on the information reviewed by the CODM.

#### 4.16 **Standards notified but not yet effective**

There are no new standards that are notified, but not yet effective, upto the date of issuance of the Company's consolidated financial statements

## 5 **SIGNIFICANT JUDGEMENTS AND KEY SOURCES OF ESTIMATION IN APPLYING ACCOUNTING POLICIES**

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. Information about Significant judgments and Key sources of estimation made in applying accounting policies that have the most significant effects on the amounts recognized in the consolidated financial statements is included in the following notes:

- **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 Company's future taxable income against which the deferred tax assets can be utilized. In addition, significant judgment is required in assessing the impact of any legal or economic limits.
- **Defined Benefit Obligation (DBO):** Employee benefit obligations are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions concerning future developments in discount rates, medical cost trends, anticipation of future salary increases and the inflation rate. The Company considers that the assumptions used to measure its obligations are appropriate. However, any changes in these assumptions may have a material impact on the resulting calculations.
- **Provisions and Contingencies:** The assessments undertaken in recognising provisions and contingencies have been made in accordance with Indian Accounting Standards (Ind AS) 37, 'Provisions, Contingent Liabilities and Contingent Assets'. The evaluation of the likelihood of the contingent events is applied best judgment by management regarding the probability of exposure to potential loss.
- **Impairment of Financial Assets:** The Company reviews its carrying value of investments carried at amortized cost annually, or more frequently when there is indication of impairment. If recoverable amount is less than its carrying amount, the impairment loss is accounted for.
- **Fair value measurement of financial Instruments:** When the fair values 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 input to these models are taken from observable markets where possible, but where this 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.

For M/s. Bijan Ghosh & Associates  
(Chartered Accountants)  
Firm's Registration no.: 323214E

SD/-  
(Mr. Bijan Ghosh)  
(Proprietor)

Membership No: 009491  
UDIN : 24009491BKDZY04858

Place: Kolkata  
Date: 28.05.2024



DYNAMIC SERVICES & SECURITY LIMITED  
CIN - L74999WB2016PLC218387  
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH, 2024

**A. Equity Share Capital**  
(Refer Note 16)

Particulars	(Amount in Lakhs)
Balance as at 1st April 2022	1.00
Add: Issue of Equity Share Capital	1,350.82
<b>Balance as at 31st March, 2023</b>	<b>1,351.82</b>
Add: Issue of Equity Share Capital	22.80
<b>Balance as at 31st March, 2024</b>	<b>1,374.62</b>

**B Other Equity**  
(Refer Note 17)

Particulars	Reserves and Surplus			Money Received against share warrants	Total attributable to owners of the company	Non Controlling Interests	Total
	Retained Earnings	Capital Reserve	Securities Premium				
Balance as at 1st April 2022	1,177.85		2,766.06	-	3,943.91	-	3,943.91
Profit for the year	1,019.29		-	-	1,019.29	-	1,019.29
Other Comprehensive Income	-		-	-	-	-	-
<b>Total Comprehensive Income for the year</b>	<b>1,019.29</b>		<b>-</b>	<b>-</b>	<b>1,019.29</b>	<b>-</b>	<b>1,019.29</b>
Add: On acquisition of equity share of Subsidiary Company	-	553.18	-	-	553.18	-	553.18
<b>Balance as at 31st March, 2023</b>	<b>2,197.14</b>	<b>553.18</b>	<b>2,766.06</b>	<b>-</b>	<b>5,516.38</b>	<b>-</b>	<b>5,516.38</b>
Profit for the year	886.88	-	-	-	886.88	27.16	914.04
Other Comprehensive Income	-	-	-	-	-	-	-
<b>Total Comprehensive Income for the year</b>	<b>886.88</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>886.88</b>	<b>-</b>	<b>886.88</b>
Add: Issue of equity shares	-	-	114.00	-	114.00	-	114.00
Add: Issue of share warrants	-	-	-	1,465.80	1,465.80	-	1,465.80
Less: Adjustment towards Non Controlling Interest	(857.43)	-	-	-	-857.43	-	-857.43
Add: Non controlling interest on acquisition of subsidiary	-	-	-	-	-	1,986.59	1,986.59
<b>Balance as at 31st March, 2024</b>	<b>2,226.59</b>	<b>553.18</b>	<b>2,880.06</b>	<b>1,465.80</b>	<b>7,125.63</b>	<b>2,013.75</b>	<b>9,139.38</b>

Basis of preparation and presentation of Financial Statements 2  
Material Accounting Policies 3  
Significant Judgement & Key Estimate 4  
Accompanying notes form an integral part of the financial statements

As per our report of even date

For M/s. Bijan Ghosh & Associates  
Chartered Accountants  
(Firm Registration No.323214E)

For and on behalf of the Board of Directors

Bijan Ghosh  
Proprietor  
Membership No. 009491  
Place: Kolkata

Jugal Kishore Bhagat  
Managing Director  
DIN: 02218545

Rekha Devi Bhagat  
Director  
DIN: 08521001

Dated: 28.05.2024  
UDIN: 24009491BKDZY04858

Vinita Yadav  
Chief Financial Officer

Sushma Kumari Agarwal  
Company Secretary



DYNAMIC SERVICES & SECURITY LIMITED CIN- L74999WB2016PLC218387 Consolidated Notes to Financial Statements as on and for the year ended 31st March, 2024						
(Amount in Lakhs)						
<b>Note 7</b>	<b>OTHER NON CURRENT FINANCIAL ASSET</b>	<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>			
<b>(Unsecured, considered good, unless otherwise stated)</b>						
Security Deposits		1,599.47	-			
Advance paid for acquisition of shares of Mehai Technology Ltd		-	-			
Deposits with Bank with maturity of more than 12 months		26.08	-			
<b>Total</b>		<b>1,625.55</b>	<b>-</b>			
			(Amount in Lakhs)			
<b>NOTE 8</b>	<b>OTHER NON CURRENT ASSET</b>	<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>			
<b>(Unsecured &amp; considered good, unless, otherwise stated)</b>						
Security Deposits		23.83	-			
Capital Advances		3,546.15	2,143.23			
Investment in Gold Bullion		98.76	-			
<b>Total</b>		<b>3,668.74</b>	<b>2,143.23</b>			
			(Amount in Lakhs)			
<b>NOTE 9</b>	<b>INVENTORIES</b>	<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>			
<b>(At Lower of Cost or Net Realisable value)</b>						
Stock-in-Trade		1,304.61	516.53			
<b>Total</b>		<b>1,304.61</b>	<b>516.53</b>			
			(Amount in Lakhs)			
<b>NOTE 10</b>	<b>TRADE RECEIVABLES</b>	<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>			
<b>Trade receivables outstanding for a period less than six months (Undisputed, Considered Good)</b>						
		3,510.55	3,104.92			
<b>Trade receivables outstanding for a period more than six months (Undisputed, Considered Good)</b>						
		-	-			
<b>Total</b>		<b>3,510.55</b>	<b>3,104.92</b>			
<b>Trade Receivables ageing schedule As on 31.03.2024</b>						
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
1. Undisputed Trade receivables – considered good	3,510.55	-	-	-	-	3,510.55
2. Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
3. Disputed Trade Receivables considered good	-	-	-	-	-	-
4. Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
<b>Total of Trade Receivable as on 31.03.2024</b>	<b>3,510.55</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,510.55</b>
<b>Trade Receivables ageing schedule As on 31.03.2023</b>						
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
1. Undisputed Trade receivables – considered good	3,104.92	-	-	-	-	3,104.92
2. Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
3. Disputed Trade Receivables considered good	-	-	-	-	-	-
4. Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
<b>Total of Trade Receivable as on 31.03.2023</b>	<b>3,104.92</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,104.92</b>
			(Amount in Lakhs)			
<b>NOTE 11</b>	<b>CASH &amp; BANK BALANCES</b>	<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>			
<b>Cash in Hand</b>						
Balances with Bank in Current/Cash Credit Account		12.81	27.90			
Balances with Bank in Fixed Deposit		82.11	181.18			
<i>(Kept as Margin for Bank Guarantee &amp; Security Deposit)</i>		-	585.56			
<b>Total</b>		<b>94.92</b>	<b>794.63</b>			
			(Amount in Lakhs)			
<b>NOTE 12</b>	<b>OTHER BANK BALANCES</b>	<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>			
<b>Balance in Unpaid Dividend Account</b>						
		0.15	-			
<b>Total</b>		<b>0.15</b>	<b>-</b>			
			(Amount in Lakhs)			
<b>NOTE 13</b>	<b>OTHER CURRENT FINANCIAL ASSETS</b>	<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>			
<b>(Unsecured, considered good, unless stated otherwise)</b>						
Security Deposit		22.13	772.23			
Interest Receivable		18.31	-			
Other Receivable		0.02	1,227.64			
<b>Total</b>		<b>40.46</b>	<b>1,999.87</b>			



NOTE 14		(Amount in Lakhs)			
<u>CURRENT TAX ASSETS(NET)</u>		As at 31st March,2024	As at 31st March,2023		
TDS Receivable		5.39	-		
<b>Total</b>		<b>5.39</b>	<b>-</b>		
NOTE 15		(Amount in Lakhs)			
<u>OTHER CURRENT ASSETS</u>		As at 31st March,2024	As at 31st March,2023		
Advance to Vendors		39.37	-		
Security Deposits		-	-		
Prepaid Expenses		2,674.67	1,033.13		
Receivable from Customers		579.20	-		
Balance with Government Authorities		104.44	-		
<b>Total</b>		<b>3,397.68</b>	<b>1,033.13</b>		
NOTE 16		(Amount in Lakhs)			
<u>SHARE CAPITAL</u>		As at 31st March, 2024	As at 31st March, 2023		
<b>Authorised</b> 3,00,00,000 (1,40,00,000) Equity Shares of Rs. 10/- each.		3,000.00	1,400.00		
<b>Issued, Subscribed &amp; Paid up</b> 1,37,46,192 (31st March,2023: 1,35,18,192 equity shares) Equity Shares of Rs.10/- each fully paid up.		1,374.62	1,351.82		
<b>Total</b>		<b>1,374.62</b>	<b>1,351.82</b>		
NOTE 16A		(Amount in Lakhs)			
A reconciliation of number of shares outstanding at the beginning and at the end of the period.					
Particulars	As at 31st March, 2024		As at 31st March, 2023		
	Equity Shares		Equity Shares		
	Number	Amount	Number	Amount	
Shares outstanding at the beginning of the year	13,518,192.00	1,351.82	10,000.00	1.00	
Shares Issued during the year	228,000.00	22.80	13,508,192.00	1,350.82	
Shares bought back during the year	-	-	-	-	
Shares outstanding at the end of the year	<b>13,746,192.00</b>	<b>1,374.62</b>	<b>13,518,192.00</b>	<b>1,351.82</b>	
NOTE 16B					
<b>Terms / rights attached to equity shares</b>					
The Parent has only one class of ordinary shares ('Equity Shares') having a par value of Rs.10/- each. Each holder of ordinary shares ('Equity Shareholders') is entitled to one vote per share and are entitled to dividend and to participate in surplus, if any, in the event of winding up.					
In the event of liquidation of the Parent, the holders of equity shares will be entitled to receive any of the remaining assets of the parent, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by shareholders.					
NOTE 16C					
<b>Details of Share Holders Holding more than 5% shares in the Parent</b>					
Name of Shareholder	As at 31st March, 2024		As at 31st March, 2023		
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	
Jugal Kishore Bhagat	4,304,920.00	31.32%	4,250,920.00	31.45%	
Rekha Bhagat	1,557,688.00	11.33%	1,503,688.00	11.12%	
Rekha Devi Bhagat	749,117.00	5.45%	749,117.00	5.54%	
Destiny Logistics & Infra Limited	2,282,063.00	16.60%	2,282,063.00	16.88%	
<b>Total</b>		<b>8,893,788.00</b>	<b>64.70%</b>	<b>8,785,788.00</b>	<b>64.99%</b>
Details of Shares held by Promoters in the Parent					
Name of Shareholder	As at 31st March, 2024		As at 31st March, 2023		
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	
Jugal Kishore Bhagat	4,304,920.00	31.32%	4,250,920.00	0.31	
Rekha Bhagat	1,557,688.00	11.33%	1,503,688.00	0.11	
Rekha Devi Bhagat	749,117.00	5.45%	749,117.00	0.06	
Destiny Logistics & Infra Limited ( Promoter Group)	2,282,063.00	16.60%	2,282,063.00	0.17	
<b>Total</b>		<b>8,893,788.00</b>	<b>64.70%</b>	<b>8,785,788.00</b>	<b>64.99%</b>
NOTE 17		(Amount in Lakhs)			
<u>OTHER EQUITY</u>		As at 31st March,2024	As at 31st March,2023		
<b>Retained Earnings</b>					
Balance Brought Forward From Previous Year		2,197.14	1,177.85		
Add: Transferred From Surplus in Statement of Profit and Loss		886.88	1,019.29		
Add: Adjustment towards Non Controlling Interest		-857.43	-		
<b>Balance as at the end of the year</b>		<b>2,226.59</b>	<b>2,197.14</b>		
<b>Securities Premium Account</b>					
Balance Brought Forward From Previous Year		2,766.06	2,766.06		
Add: Premium on issue of Equity Share Capital		114.00	-		
<b>Balance as at the end of the year</b>		<b>2,880.06</b>	<b>2,766.06</b>		
<b>Capital Reserve</b>					
Balance Brought Forward From Previous Year		553.18	-		
Add: Additions during the year		-	553.18		
<b>Balance as at the end of the year</b>		<b>553.18</b>	<b>553.18</b>		
<b>Money received against share warrants</b>					
Balance Brought Forward From Previous Year		-	-		
Add: Additions during the year		1,465.80	-		
<b>Balance as at the end of the year</b>		<b>1,465.80</b>	<b>-</b>		
<b>Total</b>		<b>7,125.63</b>	<b>5,516.38</b>		



NOTE 18		(Amount in Lakhs)	
<u>NON CONTROLLING INTEREST</u>		As at 31st March, 2024	As at 31st March, 2023
Non Controlling Interest		2,013.75	-
<b>Total</b>		<b>2,013.75</b>	<b>-</b>
NOTE 19		(Amount in Lakhs)	
<u>NON CURRENT BORROWINGS</u>		As at 31st March, 2024	As at 31st March, 2023
<b>Secured:</b>			
<b>Term Loan</b>			
Ruppee Term Loan from Bank(secured against Inventory & Trade Receivables)		31.53	122.76
Less:Current Maturity shown under Current Borrowings		(31.53)	(88.39)
		-	34.37
Ruppee Term Loan from Financial Institution		129.08	294.10
Less:Current Maturity shown under Current Borrowings		(129.08)	(80.33)
		-	213.77
Vehicle Loan from Financial Institution		14.70	-
Less:Current Maturity shown under Current Borrowings		(5.56)	-
		<b>9.13</b>	<b>-</b>
Home Loan from Bank		134.47	-
Less:Current Maturity shown under Current Borrowings		(2.67)	-
		<b>131.81</b>	<b>-</b>
Non Residential Property from Bank		318.32	326.45
Less:Current Maturity shown under Current Borrowings		(8.96)	(8.14)
		<b>309.36</b>	<b>318.32</b>
Vehicle Loan from Bank		32.20	-
Less: Current Maturities shown under Current Borrowing		(4.97)	-
		<b>27.23</b>	<b>-</b>
<b>Unsecured:</b>			
From Financial Institution		2.00	-
Less:Current Maturity shown under Current Borrowings		(2.00)	-
		-	-
Loan from Related Party		-	103.45
<b>Total</b>		<b>477.53</b>	<b>669.90</b>
<b>19.1 Terms of repayment and nature of security:</b>			
<b>Term Loan from Financial Institution</b>			
Loan 1: Term loans from Financial Institution are secured against Bank Guarantee. Maximum Repayment period of such loan is 180 days as per the terms of loans which are ranging upto 48 months. Interest are payable at 9.5% p.a.			
<b>Term Loan from Financial Institution</b>			
Loan 1: Loan from Financial Institution are repayable on monthly installments as per the terms of loans which are ranging upto 48 months with EMI amount of upto Rs 15791. Interest are payable at 14% p.a.			
Loan 1: Loan from Financial Institution are repayable on monthly installments as per the terms of loans which are ranging upto 50 months with EMI amount of upto Rs 20700. Interest are payable at 14% p.a.			
<b>Vehicle Loan from Financial Institution</b>			
Vehicle loans from bank are secured against hypothecation of vehicles purchased there against. The loans are repayable on monthly installments as per the terms of loans which are ranging upto 36 months. The interest rates are 11.41% p.a.			
<b>Home Loan from Bank</b>			
Home loans from bank are secured against hypothecation of Home purchased there against. The loans are repayable on monthly installments as per the terms of loans which are ranging upto 240 months. Interest are payable as per Repo Rate* .			
*Repo Rate or Policy Repo Rate means rate of Interest published by the Reserve Bank of India(RBI) on the RBI website from time to time as per Repo Rate or Policy Repo Rate.			
<b>Non Residential Property from Bank</b>			
Non Residential Property from bank are secured against hypothecation of property purchased there against. The loans are repayable on monthly installments as per the terms of loans which are ranging upto 180 months. Interest are shall be payable as per sum of I-MCLR-1Y prevailing on the date of opting for I-MCLR-1Y or reset date & spread per annum, plus applicable interest rate or statutory levy, if			
<b>Vehicle Loan from Bank</b>			
Vehicle loans from bank are secured against hypothecation of vehicles purchased there against. The loans are repayable on monthly installments as per the terms of loans which are ranging upto 72 months. The interest rates are 9% p.a.			
NOTE 20		(Amount in Lakhs)	
<u>LONG TERM PROVISIONS</u>		As at 31st March, 2024	As at 31st March, 2023
Provision for employee benefits			
Gratuity		4.12	-
<b>Total</b>		<b>4.12</b>	<b>-</b>
NOTE 21		(Amount in Lakhs)	
<u>DEFERRED TAX ASSETS / LIABILITIES</u>		As at 31st March, 2024	As at 31st March, 2023
<b>Deferred Tax Liabilities</b>			
Arising on account of :			
Property, Plant and Equipment		19.86	20.48
<b>Deferred Tax Liabilities</b>		<b>19.86</b>	<b>20.48</b>
<b>Deferred Tax Assets</b>			
Arising on account of :			
Property, Plant and Equipment		9.34	9.39
Provision for Gratuity		1.18	-
<b>Deferred Tax Assets</b>		<b>10.52</b>	<b>9.39</b>
<b>Net Deferred Tax Liabilities</b>		<b>9.34</b>	<b>11.09</b>
<b>Reflected in Consolidated Balance Sheet as:</b>			
Deferred Tax Assets		10.02	-
Deferred Tax Liabilities		19.36	11.09
<b>Net Deferred Tax Liabilities</b>		<b>9.34</b>	<b>11.09</b>



Movement in Deferred Tax Liabilities/ (Assets) during the year ended 31st March, 2024 and 31st March, 2023					
PARTICULARS		As at 31st March, 2024	As at 31st March, 2023		
<b>Arising out of:</b>					
Property, Plant and Equipment		19.86	20.48		
Provision for Gratuity					
<b>Total Deferred Tax Liabilities</b>		<b>19.86</b>	<b>20.48</b>		
Property, Plant and Equipment		9.34	9.39		
Provision for Gratuity		1.18	-		
<b>Total Deferred Tax Assets</b>		<b>10.52</b>	<b>9.39</b>		
<b>Deferred Tax Liabilities/ (Assets) (Net)</b>		<b>9.34</b>	<b>11.09</b>		
<b>NOTE 22</b> <span style="float: right;">(Amount in Lakhs)</span>					
<b>CURRENT BORROWINGS</b>		<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>		
<b>Secured</b>					
-Cash Credit in Rupee from Banks		1939.19	1,088.75		
-Bank Overdraft		832.11			
<b>Unsecured</b>					
-Short Term Loan from Financial Institution			8.51		
-Short Term Loan from Bank			6.48		
-Loan from Related Party			37.79		
<b>Current Maturity of Secured Long Term Borrowings</b>					
-Home Loan from Bank		2.67	-		
-Non Residential Property from Bank		8.96	8.14		
-Vehicle Loan from Financial Institution		5.56	-		
-Term Loan from Bank		31.53	88.39		
-Term Loan from Financial Institution		129.08	80.33		
-Term Loan from Financial Institution		2.00	-		
-Vehicle Loan from Bank		4.97	-		
<b>Total</b>		<b>2,956.07</b>	<b>1,318.39</b>		
<b>Details of Security Given for Cash Credit Facility :</b>					
Cash Credit in Rupee are from Bank are from IDBI Bank, IOB Bank & PNB Bank.					
These are secured against hypothecation of Stock & Book Debts.					
Refer Note 46.2 for information on Borrowings in relation to quarterly returns of current assets filed by the Parent with Bank that are in agreement with the Books of Accounts.					
<b>NOTE 23</b> <span style="float: right;">(Amount in Lakhs)</span>					
<b>TRADE PAYABLES</b>		<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>		
<b>Trade Payable</b>					
(A) Total outstanding dues of micro, small and medium enterprises		-	-		
(B) Total outstanding dues of creditors other than micro and medium enterprises		935.72	1,068.38		
<b>Total</b>		<b>935.72</b>	<b>1,068.38</b>		
<b>As at 31st March, 2024</b>					
<b>Outstanding for following periods from date of transactions</b>					
<b>Particulars</b>	<b>Upto 1 year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	<b>Total</b>
MSME	-	-	-	-	-
Others	935.72	-	-	-	935.72
Disputed dues – MSME	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
<b>Total</b>	<b>935.72</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>935.72</b>
<b>As at 31st March, 2023</b>					
<b>Outstanding for following periods from date of transactions</b>					
<b>Particulars</b>	<b>Less than 1 year</b>	<b>1-2 years</b>	<b>2-3 years</b>	<b>More than 3 years</b>	<b>Total</b>
MSME	-	-	-	-	-
Others	1,068.38	-	-	-	1,068.38
Disputed dues – MSME	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
<b>Total</b>	<b>1,068.38</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,068.38</b>
<b>NOTE 24</b> <span style="float: right;">(Amount in Lakhs)</span>					
<b>OTHER CURRENT FINANCIAL LIABILITIES</b>		<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>		
Security deposits		5.00	-		
Payable to employees		1.14	-		
<b>Total</b>		<b>6.14</b>	<b>-</b>		
<b>NOTE 25</b> <span style="float: right;">(Amount in Lakhs)</span>					
<b>OTHER CURRENT LIABILITIES</b>		<b>As at 31st March, 2024</b>	<b>As at 31st March, 2023</b>		
Statutory Dues		64.01	70.28		
Payable to employees		37.68	14.81		
Other Payables		-	18.42		
Advance from Customers		39.37	0.74		
Security Deposits		-	5.00		
Contract Liabilities		308.92	-		
<b>Total</b>		<b>449.98</b>	<b>109.25</b>		



**DYNAMIC SERVICES & SECURITY LIMITED**  
CIN- L74999WB2016PLC218387

**Consolidated Notes to Financial Statements as on and for the year ended 31st March, 2024**

<i>(Amount in Lakhs)</i>		
<b>NOTE 26</b>		
<b>REVENUE FROM OPERATIONS</b>	<b>For the year ended 31st March, 2024</b>	<b>For the year ended 31st March, 2023</b>
Sales of Traded Goods	8,144.00	3,519.12
Transportation Services	32.00	55.68
Manpower Services	3,758.59	4,612.70
<b>Total</b>	<b>11,934.59</b>	<b>8,187.50</b>
<b>26.1 Disaggregation of revenue</b>		
<b>a) Geographical Region</b>		
India	11,934.59	8,187.50
Overseas	-	-
	<b>11,934.59</b>	<b>8,187.50</b>
<b>b) Type of Sales</b>		
Manufactured	-	-
Traded	8,144.00	3,519.12
Service	3,790.59	4,668.38
	<b>11,934.59</b>	<b>8,187.50</b>
<b>26.2 Reconciliation of Revenue from Sales of Products with Contract Price</b>		
Contract Price (Net of Return)	11,934.59	8,187.50
Less: Discounts and Incentives	-	-
Revenue from Sales of Goods	<b>11,934.59</b>	<b>8,187.50</b>
<b>NOTE 27</b>		
<i>(Amount in Lakhs)</i>		
<b>OTHER INCOME</b>	<b>For the year ended 31st March, 2024</b>	<b>For the year ended 31st March, 2023</b>
Interest Income	38.00	36.56
Profit on Sale of shares	-	919.89
Miscellaneous Income	0.50	16.08
<b>Total</b>	<b>38.50</b>	<b>972.53</b>
<b>NOTE 28</b>		
<i>(Amount in Lakhs)</i>		
<b>COST OF RAW MATERIAL CONSUMED</b>	<b>For the year ended 31st March, 2024</b>	<b>For the year ended 31st March, 2023</b>
Opening Stock	8.20	8.20
Add: Purchase	-	-
Less: Closing Stock	(8.20)	-
<b>Total</b>	<b>-</b>	<b>8.20</b>
<b>NOTE 29</b>		
<i>(Amount in Lakhs)</i>		
<b>PURCHASES OF STOCK IN TRADE</b>	<b>For the year ended 31st March, 2024</b>	<b>For the year ended 31st March, 2023</b>
Purchase of Stock in Trade of Finished Goods	7,872.13	5,729.95
<b>Total</b>	<b>7,872.13</b>	<b>5,729.95</b>
<b>NOTE 30</b>		
<i>(Amount in Lakhs)</i>		
<b>CHANGES IN INVENTORIES OF STOCK-IN-TRADE</b>	<b>For the year ended 31st March, 2024</b>	<b>For the year ended 31st March, 2023</b>
Opening Stock	425.78	360.09
Less: Closing Stock	686.90	425.78
<b>Total</b>	<b>(261.12)</b>	<b>(65.69)</b>



(Amount in Lakhs)		
<b>NOTE 31</b>		
<b>EMPLOYEE BENEFIT EXPENSE</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Salaries,Wages & Bonus	1,378.10	1,001.05
Contribution to Provident and Other Funds	176.29	221.57
Gratuity Expense	1.80	
<b>Total</b>	<b>1,556.19</b>	<b>1,222.62</b>
<b>NOTE 32</b>		
(Amount in Lakhs)		
<b>FINANCE COST</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Interest expense on Borrowings	308.70	268.75
Other Borrowing Cost	89.23	14.51
<b>Total</b>	<b>397.93</b>	<b>283.26</b>
<b>NOTE 33</b>		
(Amount in Lakhs)		
<b>DEPRECEATION &amp; AMORTIZATION EXPENSES</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Depreciation on Property, Plant & Equipment	42.72	45.34
<b>Total</b>	<b>42.72</b>	<b>45.34</b>
<b>NOTE 34</b>		
(Amount in Lakhs)		
<b>OTHER EXPENSES</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Consumable Material Used	320.12	233.50
Advertiesment Expenses	4.07	1.34
CSR Expense	10.97	-
Donation & Subscription	0.29	0.07
Runing Expense for Power,fuel & parking & toll tax	4.73	4.23
General Expenses	7.77	15.10
Government BLDG Fees	347.57	204.39
Insurance Expenses	10.43	2.00
Legal Fees	22.20	-
Labour Wealfare	14.25	2.46
Misc. Expenses	26.79	2.56
EPF & ESIC Damage Expenses	24.23	30.84
Mobile, Telephone & Internet Exp	0.04	0.05
Office Expenses	3.26	2.01
AMC Charges	-	21.10
Postage & Telegram Exp.	0.27	0.08
Printing & Stationery	0.79	1.11
Professional & Technical Charges	51.36	17.86
Rates & Taxes	90.04	35.99
Repair & Maintenance	19.89	1.21
Roc Filling Expenses	7.46	-
Rent Expense	27.29	22.82
Tea & Tiffin Expenses	3.15	0.21
Tender Fees	1.43	7.59
Vat SOD Expense	23.71	-
Travelling & Conveyance Expenses	17.69	7.32
Electricity Expenses	3.58	1.43
Sundry Balances w/off	-	14.57
Tender Fees	0.23	0.10
Payment to Auditors: -Statutory Audit Fees	1.00	1.00
<b>Total</b>	<b>1,044.61</b>	<b>630.93</b>
<b>NOTE 35</b>		
(Amount in Lakhs)		
<b>TAX EXPENSE</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Current Tax	408.33	280.98
Deferred Tax	(1.74)	5.15
<b>Total</b>	<b>406.59</b>	<b>286.13</b>
<b>Reconciliation of estimated Income tax expense at Indian statutory Income tax rate to income tax expense reported in statement of Profit &amp; Loss :</b>		
<b>Particulars</b>	<b>For the year ended 31st March,2024</b>	<b>For the year ended 31st March,2023</b>
Profit from before income tax expense	1,320.63	1,305.42
Income Tax rate*	29.12%	27.82%
Estimated Income Tax Expense	384.57	363.17
Other items	22.02	-77.04
<b>Income tax expense in Statement of Profit &amp; Loss</b>	<b>406.59</b>	<b>286.13</b>
*Applicable Income Tax rate for Financial Year ending 2024 and 2023 was 29.12% & 27.82% respectively.		



**DYNAMIC SERVICES & SECURITY LIMITED**  
CIN- L74999WB2016PLC218387  
Consolidated Notes to Financial Statements as on and for the year ended 31st March, 2024

36 Contingent Liabilities		(Amount in Lakhs)	
Particulars	As at 31st March, 2024	As at 31st March, 2023	
Demands not acknowledged as debts -			
- Income Tax	0.76	0.76	

Note:- In respect of above, future cash outflows are expected and there is no possibility of any reimbursement in case of above.

37 Commitments		(Amount in Lakhs)	
Sl. No.	Particulars	As at 31st March, 2024	As at 31st March, 2023
i.	Estimated amount of contracts remaining to be executed on Capital Account (net of advances)	-	-

38 Disclosure as required under the Micro, Small and Medium Enterprises Development Act, 2006, to the extent ascertained, and as per notification number GSR 679 (E) dated 4th September, 2015		As at 31st March, 2024	As at 31st March, 2023
Sl. No.	Particulars		
i	The principal amount and the interest due thereon remaining unpaid to any supplier at the end of each financial	-	-
ii	The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
iii	The amount of interest due and payable for the period of delay in making payment but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	-	-
iv	The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
v	The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-

The above details has been determined to the extent such suppliers have been identified on the basis of information provided by the suppliers.

**39 Related Party Disclosures pursuant to Indian Accounting Standard - 24**

**a Names of Related Parties and Related Party Relationship**

**Details of Related Parties (As identified by the management)**

Name of Related Parties	Description of Relationship
<b>Key Management Personnel</b>	<b>Designation</b>
Jugal Kishore Bhagat	Managing Director
Rekha Bhagat	Director
Rekha Devi Bhagat	Director
Hakimuddin Siyawala	Non - Executive Director
Pranay Mishra	Independent Director
Prabir Kundu	Independent Director
Sushma Kumari Agarwal	Company Secretary
Vinita Yadav	Chief Financial Officer
<b>Enterprises over which Key Management Personnel of the Parent has significant influence:</b>	
Destiny Logistics & Infra Limited	
Dynamic Food Supplier ( Proprietor ship Firm- Rekha Bhagat)	
Dynamic Construction ( Proprietor ship Firm- Rekha Bhagat)	
Pragati General Order Supplier (Proprietor Ship Firm- Jugal Kishore Bhagat)	
Mehai Technology Limited	
Unique Floriculture Projects Limited	
Ashvika Fashion Pvt. Ltd.	

**b Details of transactions between the Parent and Related Parties and outstanding balances as at the year end are given below:**

Nature of transactions	Amount (in Lakhs)	
	Year	Summary of Transactions
<b>In relation to the Statement of Profit and Loss</b>		
<b>Purchases</b>		
DESTINY LOGISTICS & INFRA LIMITED	2023-24	-
	2022-23	91.84
MOMENTOUS RETAILS PRIVATE LIMITED	2023-24	15.30
	2022-23	62.87
<b>Rental Income</b>		
DESTINY LOGISTICS & INFRA LIMITED	2023-24	4.96
	2022-23	4.54
DYNAMIC SERVICES & SECURITY LIMITED	2023-24	4.96
	2022-23	4.54
<b>Remuneration details</b>		
Dilip Kumar Duari	2023-24	8.81
	2022-23	5.70
Abhijeet Prasad	2023-24	0.55
	2022-23	-
MD Naim	2023-24	1.52
	2022-23	-
Ankita Dutta	2023-24	-
	2022-23	2.34
<b>Share Warrants funds received</b>		
DYNAMIC SERVICES & SECURITY LIMITED	2023-24	1,524.90
	2022-23	-
<b>Sales</b>		
DYNAMIC SERVICES & SECURITY LIMITED	2023-24	0.19
	2022-23	-
<b>In relation to the Balance Sheet</b>		
<b>Unsecured Loan Taken</b>		
Jugal Kishore Bhagat	2023-24	-
	2022-23	5.19
Rekha Devi Bhagat	2023-24	-
	2022-23	5.50
DYNAMIC SERVICES & SECURITY LIMITED	2023-24	174.15
	2022-23	-
<b>Unsecured Loan Repaid</b>		
DYNAMIC SERVICES & SECURITY LIMITED	2023-24	277.60
	2022-23	334.57
<b>Unsecured Loan Given</b>		
MOMENTOUS RETAILS PRIVATE LIMITED	2023-24	0.01
	2022-23	71.98



**Balances Outstanding as at the Year end:**

Particulars	As at 31st March 2024	As at 31st March 2023
<b>Loan Given</b>		
MOMENTOUS RETAILS PRIVATE LIMITED	13.31	13.29
DYNAMIC SERVICES & SECURITY LIMITED	-	103.45

Key Managerial Personnel compensation	31/03/2024	31/03/2023
Short term employee benefits	-	-
Post employment benefits	-	-

**Terms and Conditions of Transactions with Related Parties:** The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions.

**40 Fair Value Measurement**

Categories of Financial Assets & Financial Liabilities as at 31st March 2024, 31st March 2023:

Particulars	As at 31st March, 2024			As at 31st March, 2023		
	FVTPL	FVOCI	Amortized Cost/Cost	FVTPL	FVOCI	Amortized Cost/Cost
<b>Financial Assets</b>						
Other Non Current Financial Assets	-	-	1,625.55	-	-	-
Trade Receivables	-	-	3,510.55	-	-	3,104.92
Cash and Cash Equivalents	-	-	94.92	-	-	794.63
Other Bank Balance	-	-	0.15	-	-	-
Other Current Financial Assets	-	-	40.46	-	-	1,999.87
<b>Total Financial Assets</b>	-	-	<b>5,271.63</b>	-	-	<b>5,899.42</b>
<b>Financial Liabilities</b>						
Borrowings	-	-	3,433.60	-	-	1,988.29
Trade Payables	-	-	935.72	-	-	1,068.38
Other Financial Liabilities	-	-	6.14	-	-	-
<b>Total Financial Liabilities</b>	-	-	<b>4,375.46</b>	-	-	<b>3,056.67</b>

**41 Fair Values of Financial Assets and Financial Liabilities measured at Amortised Cost**

41.1 The following is the comparison by class of the carrying amounts and fair value of the Group's financial instruments that are measured at amortized cost:

Particulars	As at 31st March, 2024		As at 31st March, 2023	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>Financial Assets</b>				
Other Financial Assets	1,625.55	1,625.55	-	-
Trade Receivables	3,510.55	3,510.55	3,104.92	3,104.92
Cash and Cash Equivalents	94.92	94.92	794.63	794.63
Other Bank Balance	0.15	0.15	-	-
Other Financial Assets	40.46	40.46	1,999.87	1,999.87
<b>Total Financial Assets</b>	<b>5,271.63</b>	<b>5,271.63</b>	<b>5,899.42</b>	<b>5,899.42</b>
<b>Financial Liabilities</b>				
Borrowings	3,433.60	3,433.60	1,988.29	1,988.29
Trade Payables	935.72	935.72	1,068.38	1,068.38
Other Financial Liabilities	6.14	6.14	-	-
<b>Total Financial Liabilities</b>	<b>4,375.46</b>	<b>4,375.46</b>	<b>3,056.67</b>	<b>3,056.67</b>

41.2 The management assessed that the fair values of cash and cash equivalents, bank balances, trade receivables, trade payables, borrowings, and other financial assets & liabilities approximates their carrying amounts largely due to the short-term maturities of these instruments.

41.3 The management considers that the carrying amounts of Financial assets and Financial liabilities recognised at nominal cost/amortised cost in the Consolidated Financial Statements approximate their fair values.

**42 Fair Value Hierarchy**

The following are the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognized and measured at fair value and (b) measured at amortized cost and for which fair value are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the group has classified its financial instruments into the three levels of fair value measurement as prescribed under the Ind AS 113 "Fair Value Measurement".

**42.1 Assets and Liabilities measured/ disclosed at Fair Value**

Particulars	As at 31st March, 2024			As at 31st March, 2023		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Financial Assets</b>						
Investment in Equity Shares	-	-	-	-	-	-
<b>Financial Assets Total</b>	-	-	-	-	-	-

42.2 During the year ended March 31, 2024 and March 31, 2023, there were no transfers between Level 2 and Level 3 fair value measurements, and no transfer into and out of Level 1 fair value measurements.

**42.3 Explanation to the Fair Value hierarchy**

The Group discloses few Financial Instruments at fair value at each reporting date. 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. All assets and liabilities for which fair value is measured or disclosed in the Consolidated Financial Statements are categorised within the fair value hierarchy based on the lowest level input that is significant to the fair value measurement as a whole. The valuation of unquoted shares and preference shares have been made based on level 3 inputs as per the hierarchy mentioned in the Accounting Policies.

**43 Financial Risk Management**

Financial management of the Group has been receiving attention of the top management. The management considers finance as the lifeline of the business and therefore, financial management is carried out meticulously on the basis of detailed management information systems and reports at periodical intervals extending from daily reports to long-term plans. Importance is laid on liquidity and working capital management with a view to reduce over-dependence on borrowings and reduction in interest cost. Various kinds of financial risks and their mitigation plans are as follows:

**43.1 Credit Risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables). On account of adoption of Ind AS 109, the Group uses an expected credit loss model to assess the impairment loss.

**a Trade Receivables**

Customer credit risk is managed by the Group's established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly monitored and reconciled. Based on historical trend, industry practice and the business environment in which the Group operates, an impairment analysis is performed at each reporting date for trade receivables.

**b Other Financial Assets**

Credit Risk on loans, cash and cash equivalent, and deposits with the banks is generally low as the said financial assets have been made with the banks/ related parties who have been assigned high credit rating by international and domestic rating agencies.

**43.2 Liquidity Risk**

The Group's objective is to maintain optimum levels of liquidity to meet its cash and collateral requirements at all times. The Group relies on borrowings and excess inflows to meet its needs for funds. The current committed lines of credit are sufficient to meet its short to medium/ long term needs. The Group monitors rolling forecasts of its liquidity requirements to ensure it has sufficient cash to meet operational needs.

**43.2.1 Maturity Analysis for financial liabilities**

a The following are the remaining contractual maturities of financial liabilities as at 31st March 2024 & 31st March 2023

Particulars	As at 31st March, 2024				
	On Demand	Less than 1 year	Between 1 to 5 year	More than 5 Years	Total
Borrowings(Non current)	-	-	477.53	-	477.53
Borrowings(Current)	-	2,956.07	-	-	2,956.07
Trade payables	-	935.72	-	-	935.72
Other Financial Liabilities	-	6.14	-	-	6.14
<b>Total</b>	-	<b>3,891.79</b>	<b>477.53</b>	-	<b>4,369.32</b>

  

Particulars	As at 31st March, 2023				
	On Demand	Less than 1 year	Between 1 to 5 year	More than 5 Years	Total



Borrowings(Non current)	-	-	669.90	-	669.90
Borrowings(Current)	-	1,318.39	-	-	1,318.39
Trade Payables	-	1,068.38	-	-	1,068.38
Other Financial Liabilities	-	-	-	-	-
<b>Total</b>	-	<b>2,386.77</b>	<b>669.90</b>	-	<b>3,056.67</b>

It is not expected that cash flows included in the maturity analysis could occur significantly earlier, or at significantly different amounts. When the amount payable is not fixed, the amount disclosed has been determined with reference to conditions existing at the reporting date.

#### 43.3 Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of Foreign Exchange Risk and Interest Rate Risk.

#### 43.4 Foreign Exchange Risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group do not have exposure to the risk of changes in foreign exchange rates as the Group do not have foreign currency exposure during the year ended 31st March, 2024.

#### 43.5 Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market rates. The group's exposure to the risk of changes in market interest rate relates primarily to group's borrowing with floating interest rates. The Group do not have any significant interest rate risk on its current borrowing due to their short tenure.

##### a Exposure to Interest Rate Risk

Particulars	As at 31st March, 2024	As at 31st March, 2023
<b>Financial Liability</b>		
Fixed Rate Instruments	1,041.62	573.08
Variable Rate Instruments	2,391.98	1,415.21
	<b>3,433.60</b>	<b>1,988.29</b>

##### b Interest Rate Sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Group profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Sensitivity Analysis	For the Year ended 31st March, 2024		For the Year ended 31st March, 2023	
		Impact On		Impact On	
		Profit Before Tax	Other Equity	Profit Before Tax	Other Equity
Interest Rate (Increase)	1%	(11.96)	(8.48)	(7.08)	(5.11)
Interest Rate (Decrease)	1%	11.96	8.48	7.08	5.11

#### 44 Capital Management

The Group's objective is to manage its capital to ensure continuity of business while at the same time provide reasonable returns to its various stakeholders but keep associated costs under control. In order to achieve this, requirement of capital is reviewed periodically with reference to operating and business plans that take into account capital expenditure and strategic investments. Sourcing of capital is done through judicious combination of equity/internal accruals and short term borrowings.

Particulars	As at 31st March, 2024	As at 31st March, 2023
Share capital	1,374.62	1,351.82
Other equity	7,125.63	5,516.38
<b>Equity (A)</b>	<b>8,500.25</b>	<b>6,868.20</b>
Cash and cash equivalents	94.92	794.63
<b>Total fund (B)</b>	<b>94.92</b>	<b>794.63</b>
Long Term Borrowing	477.53	669.90
Short Term Borrowing	2,956.07	1,218.39
<b>Total debt (C)</b>	<b>3,433.60</b>	<b>1,988.29</b>
<b>Net debt (D=(C-B))</b>	<b>3,338.68</b>	<b>1,193.65</b>
Total capital (equity + net debt)	11,838.93	8,061.85
<b>Net debt to equity ratio (E=D/A)</b>	<b>0.39</b>	<b>0.17</b>

#### 45 Corporate Social Responsibility

As per Section 135 of the Companies Act, 2013, a Parent Company meeting the applicable threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. Following are the details:

45.1 Particulars	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
a Gross amount required to be spent by the Parent Company during the year	10.97	-
b Amount spent during the year:		
(i) Construction / acquisition of any assets		
- In Cash	-	-
- Yet to be paid in cash	-	-
Total	-	-
(ii) Purposes other than above		
- In Cash	3.99	-
- Yet to be paid in cash	-	-
Total	3.99	-
c Shortfall / (Excess) at the end of the year	6.98	-
d Total of previous year shortfall	-	-
e Reason of shortfall	Transferred to CSR Fund	-
f Nature of CSR activities	Promoting Animal Welfare & Promoting Sports	-
g Details of related party transactions	-	-
h Provision Made	6.98	-

#### 45.2 Details of Excess CSR Expenditure

Particulars	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
Excess balance at the beginning of the year	-	-
Less: Amount required to be spent during the year	10.97	-
Add: Amount spent during the year	3.99	-
Excess balance at the end of the year	-6.98	-

#### 46 Other Statutory Disclosure

46.1 The Group does not have any benami property, where any proceedings have been initiated or pending against the Group for holding any benami property under Benami Transactions (Prohibitions) Act, 1988 (45 of 1988) and

46.2 The Parent Company has been sanctioned working capital limit from a bank on the basis of security of its current assets. The half yearly returns/statements are filed by the Parent with such bank. The differences, if any, are stated below.

The half yearly statements submitted to banks were prepared and filed before the completion of all financial statement closure activities including Indian Accounting Standard related adjustments / reclassifications & Reconciliation of half yearly statements submitted to banks with books of accounts of the Parent (Amount in lakhs)

Reporting Periods	Banks	Particulars	Amount as per Financial Statement	Amount as per quarterly returns submitted	Amount of Difference
Mar'24	PNB, IOB & IDBI Bank	Trade Receivables	3,255.37	3,473.43	(218.06)
		Trade Payables	751.41	745.61	5.80
		Inventories	227.32	148.57	78.75
Sept'23	PNB, IOB & IDBI Bank	Trade Receivables	2,817.58	2,627.54	190.04
		Trade Payables	344.23	342.60	1.63
		Inventories	333.11	206.06	127.05



Mar'23	PNB, IOB & IDBI Bank	Trade Receivables Trade Payables Inventories	3,016.15 880.36 223.43	3,016.15 880.36 223.43	0.00 0.00 0.00
Sept'22	PNB, IOB & IDBI Bank	Trade Receivables Trade Payables Inventories	10,293.91 4,203.05 121.77	4,492.35 1,121.05 121.77	5,801.56 3,082.00 (0.00)

- 46.3 The Group has not been declared as wilful defaulter by any bank or financial institution or other lender.
- 46.4 There has no any transaction with the Group struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- 46.5 The Group does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- 46.6 The Group does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the previous year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961)
- 46.7 The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (intermediaries) with the understanding that the intermediary shall :  
(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate beneficiaries) or  
(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- 46.8 The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall :  
(a) 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  
(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiary.
- 46.9 The Group has not traded or invested in Crypto currency or Virtual Currency during the financial year.

#### 47 Disclosure pursuant to Indian Accounting Standard - 19 'Employee Benefits'

##### Defined Contribution Plan:

#### 47.1 Provident Fund Contribution

Provident Fund as per the provisions of the Employees Provident Funds and Miscellaneous Provisions Act, 1952.

a

The amount recognized as an expense for the Defined Contribution Plans are as under:

Sl. No.	Particulars	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
a	Provident Fund	158.02	191.31
b	ESIC	12.51	30.26

#### 47.2 Defined Benefit Plan:

The Group has one type of defined benefit plan :

##### a Gratuity Plan

Every employee who has completed five years or more of service is entitled to Gratuity as per the provisions of the Payment of Gratuity Act, 1972. The present value of defined obligation and related current cost are measured using the Projected Unit Credit Method with actuarial valuation being carried out at Balance Sheet date.

##### b Risk Exposure

Through its defined benefit plans, the Group is exposed to a number of risks, the most significant of which are detailed below:

INTEREST RATE RISK	The Defined Benefit Obligation calculation uses a discount rate based on government bonds. If bonds yield fall, the defined
SALARY GROWTH RISK	The present value of defined benefit plan liability is calculated by reference to the future salaries of plan participants. An
DEMOGRAPHIC RISK	This is the risk of variability of results due to unsystematic nature of variables that include mortality, withdrawal, disability and retirement. The effect of these variables on the defined benefit obligation is not straight forward and depend upon the combination of factors drawing weightage from salary increase, discount rate and vesting criteria.

##### c Reconciliation of the net defined benefit (asset)/ liability

The following table shows a reconciliation from the opening balances to the closing balances for the net defined benefit (asset)/ liability and its components:

Particulars	As at 31st March, 2024	As at 31st March, 2023
Balance at the beginning of the year	-	-
Current Service Cost	4.12	-
Interest Cost on Defined Benefit Obligation	-	-
<b>Actuarial Gain and Losses arising from</b>		
Changes in demographic assumptions	-	-
Changes in financial assumptions	-	-
Experience Adjustment	-	-
Benefits Paid	-	-
<b>Balance at the end of the year</b>	<b>4.12</b>	<b>-</b>

##### d Amount recognized in Balance sheet

Particulars	As at 31st March, 2024	As at 31st March, 2023
Present value of Benefit Obligation at the end of the year	4.12	-
Fair value of Plan Assets at the end of the year	-	-
<b>Net Liability recognized in the Balance sheet</b>	<b>4.12</b>	<b>-</b>

##### e Expenses recognized in statement of Profit or Loss

Particulars	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
Current Service Cost	4.12	-
Interest Cost on defined benefit obligation	-	-
<b>Expenses recognized in statement of Profit or Loss</b>	<b>4.12</b>	<b>-</b>

##### f Remeasurements recognized in Other Comprehensive Income

Particulars	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
Actuarial (gain)/ Loss on defined benefit obligation experience adjustments	-	-
Actuarial (gain)/ Loss on defined benefit obligation due to financial assumption changes	-	-
<b>Actuarial (Gains)/Losses recognized in OCI</b>	<b>-</b>	<b>-</b>

##### g Actuarial Assumptions

Particulars	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
Discount Rate	7.20%	-
Salary Escalation Rate	7.50%	-
Average expected future service	17.97-19.77 Years	-
Retirement/ Superannuation Age	60 Years	-
Mortality Rate	100% of IALM 2012-	-
	14	-
Attrition Rate	1%-3% based on age	-



h The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

i At 31st March 2024, 31st March 2023 the weighted average duration of the defined benefit obligation was 13-17 years and Nil respectively. The distribution of the timing of benefits payment i.e., the maturity analysis of the benefit payments is as follows:

Expected payments over the next:	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
1 year	0.02	-
2 to 5 years	0.30	-
6-10 years	2.88	-
More than 10 years	10.47	-

**j Sensitivity Analysis**

Method for Sensitivity Analysis : The sensitivity results below determine their individual impact on the Plan's end of the year Define Benefit Obligation. In reality, the Plan is subject to multiple external experience items which may move the Defined Benefit Obligation in similar or Opposite directions, while the sensitivity to such changes can vary over time :

	For the Year ended 31st March, 2024	For the Year ended 31st March, 2023
Effect on DBO due to 1% increase in Discount Rate	-12.98%	-
Effect on DBO due to 1% decrease in Discount Rate	15.61%	-
Effect on DBO due to 1% increase in Salary Escalation Rate	15.41%	-
Effect on DBO due to 1% decrease in Salary Escalation Rate	-13.05%	-
Effect on DBO due to 50% increase in Attrition Rate	-1.89%	-
Effect on DBO due to 50% decrease in Attrition Rate	1.93%	-
Effect on DBO due to 10% increase in Mortality Rate	0.00%	-
Effect on DBO due to 10% decrease in Mortality Rate	0.00%	-

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumptions shown.

48 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

**49 Segment Reporting**

Operating segments are defined as components of an enterprise for which discrete financial information is available that is evaluated regularly by the Chief Operating Decision Maker, in deciding how to allocate resources and assessing performance. Operating segments are reported in a manner consistent with the internal financial reporting provided to the chief operating decision maker. Based on the management approach as defined in Ind AS 108, the Chief Operating Decision Maker evaluates the Company's performance based on three segments i.e. Transport, Manpower & Sales

Particulars	(Amount in lakhs)	
	For the year ended 31st March, 2024	For the year ended 31st March, 2023
<b>Segment Revenue</b>		
a. Transport	32.00	55.88
b. Manpower	3,758.59	4,612.70
c. Sales	8,144.00	3,519.12
<b>Total</b>	<b>11,934.59</b>	<b>8,187.50</b>
Less: Inter Segment Revenue	-	-
<b>Sales/ Income from Operations</b>	<b>11,934.59</b>	<b>8,187.50</b>
<b>Segment Result</b>		
a. Transport	2.25	1.68
b. Construction	11.25	435.07
c. Sales	2,711.17	236.35
<b>Total</b>	<b>2,724.67</b>	<b>673.10</b>
Less: Finance Cost	397.93	283.26
Less: Unallocable Expenditure net off Unallocable income	1,006.11	(915.58)
<b>Total Profit before Tax</b>	<b>1,320.63</b>	<b>1,305.42</b>
<b>Segment Assets</b>		
a. Transport	-	-
b. Manpower	7,311.79	4,155.78
c. Sales	6,706.09	4,016.80
d. Unallocable Assets	1,693.95	2,267.97
<b>Total</b>	<b>15,711.83</b>	<b>10,440.55</b>
<b>Segment Liabilities</b>		
a. Transport	-	-
b. Manpower	637.05	219.74
c. Sales	754.80	2,694.44
d. Unallocable Liabilities	3,780.34	658.17
<b>Total</b>	<b>5,172.19</b>	<b>3,572.35</b>

**50 Disclosure relating to entities considered in the consolidated financial statements**

a) The subsidiaries as at March 31, 2024 and March 31, 2023 are set out below. Unless otherwise stated, they have share capital consisting solely of equity shares that are held directly by the group, and the proportion of ownership interests held equals the voting rights held by the group. The country of incorporation is also the place of business.

Name of the Subsidiary	Country of Incorporation	Ownership interest held by the group		Ownership interest held by non-		Principal activities
		As at 31 March 2024	As at 31 March 2023	As at 31 March 2024	As at 31 March 2023	
Mehai Technology Ltd	India	52.96%	52.16%	47.04%	47.84%	Trading of Electronic Items

**b) Non-controlling interests(NCI):**

Set out below is summarised financial information for each subsidiary that has non-controlling interests that are material to the group. The amounts disclosed for each subsidiaries are before inter-

Summarised balance sheet	Mehai Technology Ltd	
	As at March 31, 2024	As at March 31, 2023
Current Assets	702.66	582.92
Current Liabilities	485.65	205.41
<b>Net Current Assets</b>	<b>217.01</b>	<b>377.51</b>
Non- Current Assets	4,097.95	1,090.95
Non- Current Liabilities	48.39	123.93
<b>Net Non- Current Assets</b>	<b>4,049.56</b>	<b>967.02</b>
<b>Net Assets</b>	<b>4,266.57</b>	<b>1,344.54</b>
Accumulated NCI	2,006.99	643.23

Summarised statement of profit and loss	Mehai Technology Ltd	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Revenue	1,599.17	803.56
Profit for the year	65.80	49.74
Other comprehensive income	-	-
<b>Total comprehensive income</b>	<b>65.80</b>	<b>49.74</b>
Profit allocated to NCI	30.95	23.80



Summarised cash flow	Mehai Tehnology Ltd	
	For the year ended March 31, 2024	For the year ended March 31, 2023
Cash from operating activities	(1,076.31)	328.24
Cash from investing activities	(2,010.58)	(402.20)
Cash from financing activities	3,049.17	138.73

51 Previous GAAP figures have been reclassified/regrouped to confirm the presentation requirements under IND AS and the requirements laid down in Division-II of the Schedule-III of the Companies

As per our report of even date

For M/s. Bijan Ghosh & Associates  
Chartered Accountants  
(Firm Registration No.323214E)

Mr. Bijan Ghosh  
Proprietor  
Membership No. 009491  
Place: Kolkata  
Dated: 28.05.2024  
UDIN: 24009491BKDZY04858

For and on behalf of the Board of Directors

Jugal Kishore Bhagat  
Managing Director  
DIN: 02218545

Rekha Devi Bhagat  
Director  
DIN: 08521001

Vinita Yadav  
Chief Financial Officer

Sushma Kumari Agarwal  
Company Secretary

DYNAMIC SERVICES & SECURITY LIMITED									
CIN- L74999WB2016PLC218387									
NOTE-5 PROPERTY, PLANT & EQUIPMENT									
Consolidated Notes to Financial Statements as on and for the year ended 31st March, 2024									
(Amount in Lakhs)									
Particulars	Gross Block				Depreciation			Net Block	
	As on 31/3/2023	Addition	Sold	Upto 31/03/2024	As on 1/4/2023	For the year	Upto 31/03/2024	As on 01/04/2023	As on 31/03/2024
Computer & Printer	13.08	1.20	-	14.28	8.48	4.42	12.90	4.60	1.37
Furniture & Fixtures	157.61	0.20	-	157.81	50.70	14.98	65.67	106.91	92.14
Plant & Machinery	215.40	27.81	-	243.20	92.62	14.24	106.86	122.78	136.34
Mobile Phone	0.12	1.01	-	1.13	0.08	0.17	0.25	0.04	0.88
Trucks	2.88	16.60	-	19.48	1.94	1.54	3.49	0.94	15.99
Electricals Installation	0.04	0.11	-	0.15	0.02	0.01	0.03	0.01	0.12
Tools & Equipments	0.35	-	-	0.35	0.29	0.02	0.32	0.06	0.04
Office Equipments	1.91	-	-	1.91	1.59	0.32	1.91	0.32	-
Motor Car	5.33	38.46	-	43.80	3.50	3.50	7.00	1.83	36.79
Motor Bike ( Splendor DSS FI )	0.57	-	-	0.57	0.38	0.05	0.44	0.18	0.13
Barrackpore Fixed Assests	28.76	-	-	28.76	17.05	2.73	19.79	11.71	8.97
Air Conditioner	3.38	1.28	-	4.65	2.33	0.73	3.06	1.05	1.59
<b>TOTAL</b>	<b>429.42</b>	<b>86.67</b>	<b>-</b>	<b>516.09</b>	<b>179.00</b>	<b>42.72</b>	<b>221.71</b>	<b>250.42</b>	<b>294.36</b>
CONSOLIDATED NOTES ANNEXED TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023									
(Amount in Lakhs)									
Particulars	Gross Block				Depreciation			Net Block	
	As on 31/3/2022	Addition	Sold	Upto 31.03.2023	As on 1/4/2022	For the year	Upto 31/03/2023	As on 01/04/2022	As on 31/03/2023
Computer & Printer	11.94	1.14	-	13.08	6.41	2.07	8.48	5.53	4.60
Furniture & Fixtures	123.08	34.53	-	157.61	42.59	8.11	50.70	80.48	106.91
Machineries	190.74	24.66	-	215.40	63.51	29.11	92.62	127.23	122.78
Mobile Phone	0.12	-	-	0.12	0.06	0.02	0.08	0.06	0.04
Trucks	2.88	-	-	2.88	1.52	0.43	1.94	1.36	0.94
Electricals Installation	0.04	-	-	0.04	0.02	0.01	0.02	0.02	0.01
Tools & Equipments	0.35	-	-	0.35	0.25	0.05	0.29	0.11	0.06
Office Equipments	1.91	-	-	1.91	1.33	0.26	1.59	0.58	0.32
Motor Car	5.33	-	-	5.33	2.74	0.76	3.50	2.59	1.83
Motor Bike ( Splendor DSS FI )	0.57	-	-	0.57	0.30	0.08	0.38	0.27	0.18
Barrackpore Fixed Assests	28.76	-	-	28.76	12.96	4.09	17.05	15.80	11.71
Air Conditioner	3.38	-	-	3.38	1.97	0.37	2.33	1.41	1.05
<b>TOTAL</b>	<b>369.09</b>	<b>60.33</b>	<b>-</b>	<b>429.42</b>	<b>133.66</b>	<b>45.34</b>	<b>179.00</b>	<b>235.43</b>	<b>250.42</b>
Mehai Shop- Working Progress	-	233.30	-	233.30	-	-	-	-	233.30
<b>TOTAL</b>	<b>369.09</b>	<b>293.63</b>	<b>-</b>	<b>662.72</b>	<b>133.66</b>	<b>45.34</b>	<b>179.00</b>	<b>235.43</b>	<b>483.72</b>



**DYNAMIC SERVICES & SECURITY LIMITED**

CIN- L74999WB2016PLC218387

Consolidated Notes to Financial Statements as on and for the year ended 31st March, 2024

**Note 6**

(Amount in Lakhs)

Capital Work-in-Progress	As at 31st March, 2024	As at 31st March, 2023
Opening Balance	597.81	-
Add: Additions	1,135.94	364.52
Less: Capitalised during the year	-	-
<b>Total</b>	<b>1,733.75</b>	<b>364.52</b>

**6.1**

**Capital Work in Progress (CWIP) Ageing Schedule**

(Amount in Lakhs)

Particulars	As at 31st March, 2024					As at 31st March, 2023				
	CWIP for a period of					CWIP for a period of				
	Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total	Less than 1 year	1-2 years	2-3 Years	More than 3 years	Total
Projects in progress	943.81	364.52	-	425.42	1,733.75	364.52	-	-	-	364.52
Projects temporarily suspended	-	-	-	-	-	-	-	-	-	-
<b>Total</b>	<b>943.81</b>	<b>364.52</b>	<b>-</b>	<b>-</b>	<b>1,733.75</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>364.52</b>

**6.2**

- (a) There are no projects as on each reporting period where activity had been suspended.  
 (b) There were no projects which has exceeded their original plan cost on each reporting date.