

# DYNAMIC ARCHISTRUCTURES LIMITED

Regd. Office: 409, Swaika Centre, 4A, Pollock Street, Kolkata (W.B.) 700 001, Ph: 033-22342673

Website: [www.dynamicarchisttructures.com](http://www.dynamicarchisttructures.com), Email: [info@dynamicarchisttructures.com](mailto:info@dynamicarchisttructures.com),

CIN - L45201WB1996PLC077451

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September 7, 2020

To

**BSE Limited**

25<sup>th</sup> Floor, P.J. Towers,

Dalal Street, Fort

Mumbai- 400 001

Dear Sir,

**Sub: Annual Report for the Financial Year 2019-20 and Notice of 24<sup>th</sup> Annual General Meeting**

Dear Sir/Madam,

Pursuant to Regulation 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has, on September 7, 2020, i.e. today, sent soft copy of the notice of 24<sup>th</sup> Annual General Meeting along with Annual Report for the F.Y. 2019-20 via email to those members who have registered their email addresses with the Company/Depositories.

Accordingly, please find enclosed herewith the Annual Report for the financial year 2019-20 along with the Notice of 24<sup>th</sup> Annual General Meeting of the Company, scheduled to be held on Wednesday, September 30, 2020 at 3.00 p.m. (IST) through Video Conferencing/ Other Audio Visual Means, which is being sent through electronic mode to the Members.

The Notice of the AGM and the Annual Report for the Financial Year 2019-20 will be made available on the Company's website at the link: [www.dynamicarchisttructures.com](http://www.dynamicarchisttructures.com)

Kindly note the same and acknowledge the receipt.

Thanking you,

For Dynamic Archisttructures Limited

*Annu Chandak*  
Annu Chandak

Company Secretary





DYNAMIC  
ARCHISTSTRUCTURES LIMITED

**24<sup>TH</sup> ANNUAL REPORT**

FINANCIAL YEAR 2019-20



**DYNAMIC ARCHISTRUCTURES LIMITED**

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## **24<sup>TH</sup> ANNUAL REPORT**

BOARD OF DIRECTORS	DANMAL PORWAL	CHAIRMAN CUM MANAGING DIRECTOR
	RAKESH PORWAL	DIRECTOR
	DEBENDRA TRIPATHY	DIRECTOR
	VIJAY JAIN	DIRECTOR
	PADMA PAILA	INDEPENDENT DIRECTOR
	SUNNY JAIN	CHIEF FINANCIAL OFFICER
	ANNU CHANDAK	COMPANY SECRETARY

BANKERS                      IDBI BANK LIMITED

AUDITORS                      SURANA SINGH RATHI AND CO.  
CHARTERED ACCOUNTANTS

REGISTERED OFFICE        409, SWAIKA CENTRE 4A, POLLOCK STREET,  
KOLKATA-700001 (W.B.)

**Website:** [www.dynamicarchistruktures.com](http://www.dynamicarchistruktures.com)

**Email:** [info@dynamicarchistruktures.com](mailto:info@dynamicarchistruktures.com)  
[dynamicarchistruktures@gmail.com](mailto:dynamicarchistruktures@gmail.com)

ADMINISTRATIVE OFFICE: 98.99.101 & 102 LIGHT INDUSTRIAL AREA, BHILAI-490026 (C.G.)

REGISTRAR AND TRANSFER AGENT    MCS SHARE TRANSFER AGENT LIMITED  
383, LAKE GARDENS, 1ST FLOOR,  
KOLKATA-700045 (W.B.)

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## NOTICE

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NOTICE is hereby given that the Twenty Fourth Annual General Meeting of the Members of Dynamic Archisttructures Ltd (CIN: L45201WB1996PLC077451) will be held on Wednesday, September 30, 2020 at 3.00 p.m. through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") to transact the following businesses:

### ORDINARY BUSINESS:

1. To receive, consider and adopt Audited Financial Statements of the Company for the Financial Year ended March 31, 2020 and the Reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Debendra Tripathy (DIN 00948186) who retires by rotation and being eligible, offers himself for re-appointment.

"RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Mr. Debendra Tripathy (DIN: 00948186), who retires by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."

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

"RESOLVED THAT pursuant to section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed there under and pursuant to the recommendation of the Audit Committee and Board of Directors, M/s. Surana Singh Rathi and Co., Chartered Accountants (ICAI Registration No. 317119E) be and are hereby re-appointed as Statutory Auditors of the Company for the second term of 5(five) years, to hold office from the conclusion of this Annual General Meeting until the conclusion of the Annual General Meeting of the Company to be held in the year 2025, at a remuneration to be determined by the Board of Directors of the Company in addition to out of pocket expenses as may be incurred by them during the course of the Audit."

### SPECIAL BUSINESS:

4. Re-appointment of Ms. Padma Paila as an Independent Director



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To consider and if thought fit to pass with or without modification(s) the following resolution as a Special Resolution:

**"RESOLVED THAT** pursuant to the provisions of Sections 149 and 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 ('the Act') and the Companies (Appointment and Qualification of Directors) Rules, 2014 and Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the Articles of Association of the Company, Ms. Padma Paila (DIN: 07132711) who was appointed as an Independent Director upto 23rd March, 2020 and was appointed by the Board of Directors vide their resolution dated January 20, 2020 as an Additional (Independent) Director of the Company w.e.f. March 24, 2020 under section 161(1) of the Act and being eligible, has submitted a declaration that she meets the criteria of Independence under Section 149(6) of the Act and the Listing Regulations and in respect of whom the Company has received a notice in writing under Section 160 of the Act from her proposing her candidature for the office of Director, be and is hereby re-appointed as an Independent Director of the Company not liable to retire by rotation and to hold office for a second term of 5 (five) consecutive years with effect from March 24, 2020 upto March 23, 2025 on the Board of the Company."

5. Re-appointment of Mr. Vijay Jain as an Independent Director

To consider and if thought fit to pass with or without modification(s) the following resolution as a Special Resolution:

**"RESOLVED THAT** pursuant to the provisions of Sections 149 and 152 read with Schedule IV and all other applicable provisions of the Companies Act, 2013 ('the Act') and the Companies (Appointment and Qualification of Directors) Rules, 2014 and Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the Articles of Association of the Company (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Vijay Jain (DIN: [01104182](#)) who was appointed as an Independent Director and who holds office of Independent Director upto 29<sup>th</sup> September, 2020 and being eligible has submitted a declaration that he meets the criteria of Independence under Section 149(6) of the Act and the Listing Regulations and in respect of whom the Company has received a notice in writing under Section 160 of the Act from him proposing his candidature

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for the office of Director, be and is hereby re-appointed as an Independent Director of the Company not liable to retire by rotation and to hold office for a second term of 5 (five) consecutive years with effect from September 30, 2020 upto September 29, 2025 on the Board of the Company."

## 6. Re-appointment of Mr. Danmal Porwal as a Managing Director of the Company

To consider and if thought fit, to pass, with or without modification(s), the following resolution as a Special Resolution

**"RESOLVED THAT** pursuant to the provisions of Sections 196, 197 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and applicable Rules thereunder (including any statutory modification or re-enactment thereof for the time being in force) and subject to such other approvals/Consents/sanctions/permissions as may be necessary, and in accordance with the recommendation of the Nomination and Remuneration Committee of the Board of Directors, the approval of the Members be and is hereby accorded to the re-appointment of Mr. Danmal Porwal (DIN: 00581351) aged 77 years as the Managing Director of the Company designated as Chairman cum Managing Director w.e.f. 1st October, 2020 for a period of 5 years on such terms and conditions as is detailed in the explanatory statement at a remuneration not exceeding Rs. 5,00,000 per month.

**RESOLVED FURTHER THAT** pursuant to Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, and the applicable provisions of the Companies Act, 2013 and relevant Rules framed thereunder (including any statutory modification(s) / amendment(s) / re-enactment(s) thereto), approval of the Members be and is hereby accorded to the for re-appointment of Mr. Danmal Porwal (DIN: 00581351) aged 77 years as the Managing Director of the Company designated as Chairman cum Managing Director of the Company, liable to retire by rotation.

**RESOLVED FURTHER THAT** the Board of Directors be and is hereby authorised to vary, alter, increase, enhance or widen the scope of remuneration and perquisites, to the extent specified in schedule V and other applicable provisions, if any, of the Act and relevant Rules as amended from time to time.

**RESOLVED FURTHER THAT** notwithstanding anything contained herein and subject to the provisions of Schedule V, where in any financial year during the tenure of the Managing Director, the Company has no profits or its profits are inadequate, the Company may pay to the Managing Director the above remuneration on such terms and conditions as are specified in the explanatory statement annexed to this notice and/or any revision in the remuneration as may be approved by the Board and/or the Nomination and Remuneration Committee in future during the currency

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of tenure of the Managing Director, from time to time, as the minimum remuneration for a period of 3 (three) years with effect from October 1, 2020 or such other period as may be statutorily permitted by way of salary, perquisites, performance pay, other allowances, commission and benefits as specified hereinabove subject to receipt of the requisite approvals, if any

**RESOLVED FURTHER THAT** consent of the Shareholders be and is hereby accorded to the Board to alter and vary the terms and conditions of appointment including remuneration during the term of his appointment, on the recommendation of Nomination and Remuneration Committee, in such manner as may be agreed to between the Board of Directors and Mr. Danmal Porwal, provided however that the remuneration payable to him shall not exceed the overall ceiling of the total managerial remuneration as provided under Sections 196, 197, 203 read with Schedule V and other applicable provisions of the Companies Act, 2013.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, any Director of the Company be authorised to do all acts, deeds, matters and things as they may in their absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in this regard and to sign and execute all necessary document(s), application(s), returns and writings as may be necessary, proper, desirable or expedient."

7. Waiver of recovery of excess managerial remuneration paid to Mr. Danmal Porwal Managing Director for the financial year ended March 31, 2020

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

**"RESOLVED THAT** pursuant to the provisions of Section 197 of the Companies Act, 2013, and other applicable provisions, if any, of the Companies Act, 2013, (the "Act"), and the Companies (Appointment and Remuneration of Managerial Personnel), Rules 2014, (the "Rules"), including any statutory modification (s) or re-enactment (s) thereof for the time being in the force, applicable regulations, if any, of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2015, and pursuant to the recommendation of the Nomination and Remuneration Committee and Board of Directors, the approval of the Members of the Company be and is hereby accorded to ratify, approve and confirm the waiver of recovery of excess remuneration amounting to Rs. 14,50,000/- paid to Mr. Danmal porwal, Managing Director, for the financial year 2019-2020 in view of losses during the year, which was originally approved by the members at the 19<sup>th</sup> and 23<sup>rd</sup> Annual General Meeting pursuant to, inter-alia, Section 196, 197, 198 and Schedule V of the Act, however, the limits specified therein could not be availed as the notice calling the Annual General Meetings, at which the resolution w.r.t. Re-appointment and increase in remuneration of Mr. Danmal Porwal was passed, did not include a statement as required under paragraph (iv) of the second proviso after

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paragraph B of Section II of Part II of the aforesaid Schedule V, and hence the limits specified therein could not be availed.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, any Director and Company Secretary of the Company be authorised to do all acts, deeds, matters and things as they may in their absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in this regard and to sign and execute all necessary document(s), application(s), returns and writings as may be necessary, proper, desirable or expedient."

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Website:

[www.dynamicarchisttructures.com](http://www.dynamicarchisttructures.com)

By Order of the Board

**Danmal Porwal**

**Chairman Cum Managing Director**

**DIN NO: 00581351**

Tel.: 033-22342673

Place: Kolkata

Date: September 01 ,2020

**NOTES:**

1. Corporate members are requested to send a certified copy of the Board resolution authorizing their representative to attend the meeting by email to with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. A Statement pursuant to Section 102 of the Companies Act, 2013, setting out all material facts relating to the relevant resolutions of this Notice is annexed herewith and the same should be taken as part of this Notice. Further relevant details as required under the Companies Act 2013, Regulation 36(3) of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 {"SEBI (LODR) Regulations"} and Secretarial Standard on General Meetings ("SS-2"), issued by The Institute of Company Secretaries of India, is also annexed.



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3. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote, provided the votes are not already cast by remote e-voting by the first holder.
4. All relevant documents referred to in this Notice and the Statement pursuant to Section 102 of the Companies Act, 2013, requiring the approval of the Members at the meeting and the statutory registers which are led at the AGM shall be available for inspection by the Members. Members who wish to inspect the documents are requested to send an email to [info@dynamicarchisttructures.com](mailto:info@dynamicarchisttructures.com) mentioning their name, folio no. / client ID and DP ID, and the documents they wish to inspect, with a self-attested copy of their PAN card attached to the email. Members may note that the Notice and Annual Report for FY 2019-20 will also be available on website of the Company, i.e. [www.dynamicarchisttructures.com](http://www.dynamicarchisttructures.com), website of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com), and on the website of the NSDL [evoting@nsdl.co.in](http://evoting@nsdl.co.in).
5. Members holding shares in dematerialized form are requested to intimate any change in their address or bank account details (including 9 digit MICR no., 11 digit IFSC code no. and core banking account no.) to their respective Depository Participants with whom they are maintaining demat accounts.
6. Members holding shares in physical form, if any, are requested to send an email communication duly signed by all the holder(s) intimating about the change of address immediately to the R&T agent / Company along with the self attested copy of their PAN Card(s), unsigned copy of the Cheque leaf where an active Bank account is maintained and the copy of the supporting documents evidencing change in address. Communication details of R&T agent mentioned at point no. 9.
7. As per Sections 124 and 125 of the Companies Act, 2013, the amount of unpaid or unclaimed dividend lying in unpaid dividend account for a period of seven (7) years from the date of its transfer to the unpaid dividend account and the underlying Equity Shares of such unpaid or unclaimed dividend, are required to be transferred to the Investor Education and Protection Fund ("IEPF") established by the Central Government. The Company has not declared any dividend..
8. Members can avail of the facility of nomination in respect of shares held by them in physical form, if any, pursuant to Section 72 of the Companies Act, 2013. Members desiring to avail this facility may send their nomination in the prescribed Form SH-13

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in duplicate, duly filled in, to the R&T agent at the address mentioned at point no. 9 in the Notes. The prescribed form in this regard may also be obtained from the R&T agent at the address mentioned at point no. 9 in the Notes. Members holding shares in electronic form are requested to contact their Depository Participants directly for recording their nomination.

9. The Company's Registrars & Transfer Agents for its share registry (both, physical as well as electronic) is MCS Share Transfer Agent Limited, 383, Lake Gardens, 1st Floor, Kolkata 700045, West Bengal.
10. Members desiring any information relating to the annual accounts of the Company are requested to send an email to the Company at [www.dynamicarchisttructures.com](http://www.dynamicarchisttructures.com), at least ten (10) days before the meeting.
11. In accordance with the General Circular No. 20/2020 dated May 5, 2020, read with the circulars dated April 8, 2020, April 13, 2020 and June 15, 2020 issued by the Ministry of Corporate Affairs (MCA) and in accordance with circular dated May 12, 2020 issued by the Securities and Exchange Board of India providing relaxations to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (collectively "Applicable Circulars"), electronic copies of the Annual Report and this Notice inter alia indicating the process and manner of e-voting along with instructions to attend the AGM through video-conferencing / other audio-visual means are being sent by email to those Members whose email addresses have been made available to the Company / Depository Participants. For Members who have not registered their email addresses, kindly register the same with RTA at E-mail: [mcskol@rediffmail.com](mailto:mcskol@rediffmail.com) , as copies of this Notice as well as the other documents will not be sent to them in physical mode and will be sent only by email, in view of the COVID-19 (Coronavirus) pandemic and the Applicable Circulars.
12. Members who have not updated their latest email addresses in the records of the Company/ their Depository Participants are requested to update the same at the earliest by September 15, 2020. The notice and documents will be sent by email only to those Members who register their email addresses prior to this date.
13. The Company is pleased to provide two-way facility of video conferencing (VC) / other audio-visual means (OAVM).
14. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

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15. In compliance with the aforesaid MCA Circulars and SEBI Circular, Notice of the Meeting along with the Annual Report for FY 2019-20 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/ Depositories. Members may note that the Notice and Annual Report for FY 2019-20 will also be available on website of the Company, i.e. [www.dynamicarchisttructures.com](http://www.dynamicarchisttructures.com), website of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com), and on the website of the NSDL [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
16. The Company has an email id to redress Members' complaints/ grievances. In case you have any queries/ complaints or grievances, then please write to us at [info@dynamicarchisttructures.com](mailto:info@dynamicarchisttructures.com)
17. Non-Resident Indian Members are requested to inform the Company's Registrar & Transfer Agent (RTA) immediately:
  - a) The particulars of the Bank Account maintained in India with complete name, branch, account type, account number and address of the Bank, if not furnished earlier.
  - b) Any change in their residential status on return to India for permanent settlement.
18. The Securities and Exchange Board of India ("SEBI") has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic mode are, therefore, requested to submit their PAN to their DPs with whom they are maintaining their demat accounts. Members holding shares in physical mode can submit their PAN to the Company/RTA.
19. The Register of Members and Share Transfer Books of the Company shall be closed from 25<sup>th</sup> September, 2020 to 30<sup>th</sup> September, 2020 (Both Days Inclusive).
20. Any person, who acquires shares of the Company and becomes the member of the Company after dispatch of the Notice and holding shares as of the cut-off date i.e. 23<sup>rd</sup> September 2020 may obtain the user ID and Password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or [info@dynamicarchisttructures.com](mailto:info@dynamicarchisttructures.com).

However, if they are already registered with NSDL for remote e-voting, then they can use their existing user ID and password/PIN for casting their vote. If they have

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forgotten their password, they can reset their password by using 'Forgot User Details/Password' option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or contact NSDL at the following toll free No. 1800-222-990.

## **INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE ~~EGM~~/AGM THROUGH VC/OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the ~~EGM~~/AGM through VC/OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Facility of joining the AGM through VC / OAVM shall open 30 minutes before the time scheduled for the AGM and will be available for Members on first-come-first-served basis.
3. Members are encouraged to join the Meeting through Laptops for better experience.
4. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
5. 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.
6. Members who would like to express their views or ask questions during the AGM may register themselves as a speaker shareholder by sending an email to [info@dynamicarchisttructures.com](mailto:info@dynamicarchisttructures.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) from September 23, 2020 to September 25, 2020 and providing their name, DP ID and Client ID/folio number, PAN, mobile number, and email address. Only those Members who have registered themselves as a speaker will be allowed to express their views / ask questions during the AGM

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and may have to allow camera access during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.

7. Members who need assistance before or during the AGM, can contact NSDL on [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) / 1800-222-990 or contact Mr. Anubhav Saxena Email: [AnubhavS@nsdl.co.in](mailto:AnubhavS@nsdl.co.in), Tel: 022-24994835 or Ms. Pallavi Mhatre, Manager, NSDL, Email: [pallavid@nsdl.co.in](mailto:pallavid@nsdl.co.in), Tel: 022-24994545.

## 1. Information and instructions relating to e-voting are as under:

The members are requested to follow the detailed procedure/instructions carefully as given herein below:

- i. Pursuant to the provisions of Section 108 and other applicable provisions, if any, of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended by the Companies (Management and Administration) Amendment Rules, 2015, and Regulation 44 of the SEBI (LODR) Regulations, the Company is pleased to provide to its members the facility to exercise their right to vote on resolutions proposed to be passed at the ensuing AGM by electronic means ("e-voting") holding equity shares as on **23<sup>rd</sup> September 2020**, being the **Cut-off Date** (Record date for the purpose of rule 20(3)(vii) of the said Rules), fixed for determining voting rights of members, entitled to participate in the remote e-voting process, through e-voting platform provided by NSDL. The Company has engaged the services of the NSDL to provide the e-voting facility.
- ii. The e-voting period begins on **25<sup>th</sup> September 2020 at 9.00 A.M. and ends on 29<sup>th</sup> September 2020 at 5.00 P.M.** During this period shareholders of the Company, holding shares either in physical form or in dematerialised form, as on the cut-off date (record date) of **September 23, 2020**, may cast their vote electronically. The e-voting module shall be disabled by NSDL for voting thereafter.
- iii. The facility for voting, through electronic voting system shall also be made available at the meeting for Members who have not already cast their vote prior to the meeting by remote e-voting. The Members, who have cast their vote prior to the meeting by remote e-voting may also attend the meeting but shall not be entitled to vote again at the meeting. Further, votes once cast either by way of remote e-voting or at the AGM cannot be changed.



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**Regd. Office: 409, Swaika Centre, 4A, Pollock Street, Kolkata (W.B.) 700 001, Ph: 033-22342673**

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**CIN - L45201WB1996PLC077451**

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- iv. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 23<sup>rd</sup> September 2020. Cut-off date is for determining the eligibility to vote by electronic means or at the meeting. A person who is not a member as on the cut-off date should treat this Notice for information only. A member as on the cut-off date shall only be entitled for availing the remote e-voting facility or vote, as the case may be, at the AGM. Only a person whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date shall be entitled to avail the facility of remote e-voting as well as voting at the AGM.
- v. Mr Rajdeep Singh has been appointed as the Scrutinizer for providing facility to the members of the Company to scrutinize the remote e-voting process in a fair and transparent manner.
- vi. In accordance with the Applicable Circulars, the VC/OAVM will have a capacity to allow at least 1000 members to participate in the AGM and such participation shall be on a first-come-first-served basis. However, please note that pursuant to the Applicable Circulars, large shareholders (i.e. shareholders holding 2% or more shareholding), promoters, institutional investors, directors, key managerial personnel, the chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders' Relationship Committee, auditors, etc. may be allowed to attend the meeting without restriction on account of first-come-first-served principal.
- vii. Pursuant to the provisions of the Companies Act, 2013, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a member of the Company. Since this AGM is being held pursuant to the Applicable Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.

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## viii. THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING ARE AS UNDER:-

The remote e-voting period begins on 25<sup>th</sup> September 2020 at 9:00 A.M. and ends on 29<sup>th</sup> September 2020 at 5:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter.

### How do I vote electronically using NSDL e-Voting system?

*The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:*

**Step 1: Log-in to NSDL e-Voting system at <https://www.evoting.nsdl.com/>**

**Step 2: Cast your vote electronically on NSDL e-Voting system.**

**Details on Step 1 is mentioned below:**

### How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.  
*Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*

4. Your User ID details are given below :

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Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID  For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID  For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company  For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Your password details are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
  - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form.

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The .pdf file contains your 'User ID' and your 'initial password'.

- (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**

6. If you are unable to retrieve or have not received the " Initial password" or have forgotten your password:
  - a) Click on "**Forgot User Details/Password?**"(If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - b) **Physical User Reset Password?**" (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
  - c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.
  - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

## Details on Step 2 is given below:

### **How to cast your vote electronically on NSDL e-Voting system?**

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
3. Select "EVEN" of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.

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5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

## **General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [rajdeepsingh01@gmail.com](mailto:rajdeepsingh01@gmail.com) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "[Forgot User Details/Password?](#)" or "[Physical User Reset Password?](#)" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 or send a request to (Mr. Anubhav Saxsena and Ms. Sarita Mote) at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in)

**Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self



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attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to (Company email id).

In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to \_\_\_\_\_ with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) and [info@dynamicarchisttructures.com](mailto:info@dynamicarchisttructures.com)

## THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the ~~EGM~~/AGM is same as the instructions mentioned above for remote e-voting.
  2. Only those Members/ shareholders, who will be present in the ~~EGM~~/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 in the ~~EGM~~/AGM.
  3. Members who have voted through Remote e-Voting will be eligible to attend the ~~EGM~~/AGM. However, they will not be eligible to vote at the ~~EGM~~/AGM.
  4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the ~~EGM~~/AGM shall be the same person mentioned for Remote e-voting.
21. The Results of the e-voting along with the report of the Scrutinizer shall be placed on the website of the Company and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Limited, Mumbai.
22. Since the AGM will be held through VC / OAVM, the Route Map is not annexed to this Notice.

### Registered Office:

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Kolkata, WB-700001

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e-mail: [info@dynamicarchisttructures.com](mailto:info@dynamicarchisttructures.com),

Website: [www.dynamicarchisttructures.com](http://www.dynamicarchisttructures.com)

Tel.: 033-22342673

By Order of the Board

**Danmal Porwal**

**Chairman Cum Managing Director**

**DIN NO: 00581351**

Place: Kolkata

Date: September 01, 2020

# **DYNAMIC ARCHISTRUCTURES LIMITED**

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**CIN - L45201WB1996PLC077451**

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## **EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013 ("the Act")**

### **Item No. 4.**

Ms. Padma was appointed as an Independent Director on the Board of the Company pursuant to the provisions of section 149 of the Act read with the Companies (Appointment and Qualification of Directors) Rules, 2014. She holds office as an Independent Director of the Company up to 23<sup>rd</sup> March, 2020.

The Nomination and Remuneration Committee of the Board of Directors, on the basis of the report of performance evaluation of Independent Directors has recommended the re-appointment of Ms. Padma as Independent Director for a second term of five years on the Board of the Company w.e.f. March 24, 2020 up to March 23, 2025.

The Board, based on the performance evaluation of Independent Directors and as per the recommendation of the Nomination and Remuneration Committee, considers that, given the background and experience and contributions made by Ms. Padma during her tenure, the continued association of Ms. Padma would be beneficial to the Company and it is desirable to continue to avail her services as an Independent Director. Accordingly, it is proposed to re-appoint Ms. Padma as an Independent Director of the Company, not liable to retire by rotation and to hold office for a second term of 5 (five) years on the Board of the Company.

Section 149 of the Act prescribes that an independent director of a company shall meet the criteria of independence as provided in Section 149(6) of the Act.

Section 149(10) of the Act provides further that an independent director shall hold office for a term of up to five consecutive years on the Board and shall be eligible for re-appointment on passing a special resolution by the company and disclosure of such appointment in its Board's report. Section 149(11) provides that an independent director may hold office for up to two consecutive terms.

Ms. Padma is not disqualified from being appointed as Director in terms of Section 164 of the Act and has given her consent to act as Director.

The Company has received notice in writing from a member along with the deposit of requisite amount under Section 160 of the Act proposing the candidature of Ms. Padma for the office of Independent Director of the Company.

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The Company has also received declaration from Ms. Padma that she meets the criteria of independence as prescribed under sub-section (6) of Section 149 of the Act.

In the opinion of the Board and based on the Board's performance evaluation, Ms. Padma fulfills the conditions specified in the Companies Act, 2013 and the Rules framed thereunder for her re-appointment as an Independent Director of the Company and that she is independent of the Management.

A Copy of draft letter of appointment of Ms. Padma, setting out the terms and conditions of appointment is available for inspection by the members at the registered office of the Company.

A brief profile of Ms. Padma and other requisite details, pursuant to the provisions of the Secretarial Standard on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India are annexed to this statement.

None of the Director(s) and Key Managerial Personnel of the Company or their respective relatives, except Ms. Padma to whom the resolution relates, are concerned or interested in the Resolution.

The Board recommends the Special Resolution set out at Item No. 4 of the Notice for approval by the members.

## **Item no. 5**

Mr. Vijay was appointed as an Independent Director on the Board of the Company pursuant to the provisions of section 149 of the Act read with the Companies (Appointment and Qualification of Directors) Rules, 2014. He holds office as an Independent Director of the Company up to September 29, 2020.

The Nomination and Remuneration Committee of the Board of Directors, on the basis of the report of performance evaluation of Independent Directors has recommended the re-appointment of Mr. Vijay as Independent Director for a second term of five years on the Board of the Company w.e.f. September 30, 2020 up to September 29, 2025.

The Board, based on the performance evaluation of Independent Directors and as per the recommendation of the Nomination and Remuneration Committee, considers that, given the background and experience and contributions made by Mr. Vijay during his

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tenure, the continued association of Mr. Vijay would be beneficial to the Company and it is desirable to continue to avail his services as an Independent Director. Accordingly, it is proposed to re-appoint Mr. Vijay as an Independent Director of the Company, not liable to retire by rotation and to hold office for a second term of 5 (five) years on the Board of the Company.

Section 149 of the Act prescribes that an independent director of a company shall meet the criteria of independence as provided in Section 149(6) of the Act. Section 149(10) of the Act provides further that an independent director shall hold office for a term of up to five consecutive years on the Board and shall be eligible for re-appointment on passing a special resolution by the company and disclosure of such appointment in its Board's report. Section 149(11) provides that an independent director may hold office for up to two consecutive terms.

Mr. Vijay is not disqualified from being appointed as Director in terms of Section 164 of the Act and has given his consent to act as Director.

The Company has received notice in writing from a member along with the deposit of requisite amount under Section 160 of the Act proposing the candidature of Mr. Vijay for the office of Independent Director of the Company.

The Company has also received declaration from Mr. Vijay that he meets the criteria of independence as prescribed under sub-section (6) of Section 149 of the Act.

In the opinion of the Board and based on the Board's performance evaluation, Mr. Vijay fulfills the conditions specified in the Companies Act, 2013 and the Rules framed thereunder for his re-appointment as an Independent Director of the Company and that he is independent of the Management.

In the opinion of the Board, Mr. Vijay fulfils the conditions for appointment as Independent Director as specified in the Act.

A Copy of draft letter of appointment of Mr. Vijay, setting out the terms and conditions of appointment is available for inspection by the members at the registered office of the Company.

A brief profile of Mr. Vijay and other requisite details, pursuant to the provisions of the Secretarial Standard on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India are annexed to this statement.

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Mr. Vijay is interested in the Special Resolution set out at Item No. 5 with respect to his reappointment. The relative(s) of Mr. Vijay may be deemed to be interested in the said Resolution to the extent of their shareholding interest, if any, in the Company.

None of the Director(s) and Key Managerial Personnel of the Company or their respective relatives, except Mr. Vijay to whom the resolution relates, are concerned or interested in the Resolution.

The Board recommends the Special Resolution set out at Item No. 5 of the Notice for approval by the members.

## **Item no. 6**

Mr. Danmal Porwal Aged 77, (DIN: 00581351) Managing Director of the Company is being re-appointed for a term of 5 years from 01.10.2020 to 30.09.2025. Based on the recommendation of the Nomination and Remuneration Committee and in line with Nomination and Remuneration policy of the Company, the Board of Directors, vide their meeting conducted on September 1, 2020, subject to approval of Shareholders, had re-appointed Mr. Danmal Porwal as Managing Director of the Company for a period of five years commencing from the date of expiry of the current term, i.e., with effect from October 01, 2020.

The material provisions of the agreement to be entered into with Mr. Danmal are as under:-

A. Salary:-Not exceeding Rs. 5,00,000/- per month with the authority granted to the Board of Directors to determine the salary and grant such increase from time to time within the aforesaid limit.

B. Commission: - not exceeding 2% of net profit in an accounting year as may be decided by the Board from time to time.

C. Perquisites :- In addition to the salary and commission, the Managing Director shall be entitled to perquisites which will include accommodation (furnished or otherwise) or house rent allowance in lieu thereof, reimbursement of expenditure or allowances in respect of house maintenance and repairs, utilities, such as gas, electricity, water and furnishing, medical reimbursement, medical insurance, hospital benefits, leave travel concession (Foreign Travel twice in a year for self and family by air including Air fare, Boarding and Lodging expenses), leave encashment and education, for himself and his family, personal accident insurance, club fees, car with driver, and any other reimbursement and allowances or perquisites in terms of the company's rules or as may be decided by the Board but not exceeding Rs. 50,000/- per month.



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'Family' mentioned above means the spouse, dependent parents and dependent children, of the Managing Director as mentioned in the applicable Rules or Schemes.

For the purpose of calculating the above ceiling, perquisites shall be evaluated in accordance with the Income Tax Rules, wherever applicable in the absence of any such Rules, perquisites shall be valued at actual cost.

The following shall not be included for the purpose of computation of the Managing Director's remuneration or perquisites as aforesaid:-

- (i) The Company's contribution to Provident Fund and Superannuation Fund pursuant to the Rules of the Company.
- (ii) Gratuity payable to the Managing Director pursuant to the Rules of the Company.
- (iii) Encashment of leave at the end of tenure or at the time of ceasing to be Managing Director pursuant to the Rules of the Company.

Payment of remuneration is approved by resolution passed by the Nomination and Remuneration Committee in its meeting.

As required by the Companies Act, 2013, approval of the members is being sought, for the re-appointment and remuneration of Mr. Danmal Porwal, Managing Director. The draft Agreement between the Company and the Managing Director is available for inspection by the members at the company's Registered office between 10.00 a.m. to 5.00 p.m. on all working day's up to the date of Annual General Meeting.

Mr. Porwal is aged 77 years and Mr. Danmal Porwal is associated with the Company since 1998. He is a B.SC agriculture graduated from Rajasthan University and possesses 45 years of experience in the Chemical and finance industry. He is well versed in all aspects of financial business. He is a great visionary. Mr. Porwal follows a people-driven management style. Under his leadership, the Company has grown nationwide and has been able to withstand the challenges of the global economic meltdown with élan.

Hence, your Directors recommends the above resolution for approval of the Shareholders as a Special Resolution.

None of the Directors, except Mr. Danmal Porwal and Mr. Rakesh Porwal, Director, being relatives, no other Key Managerial Personnel of the Company or their relatives are in any way concerned or interested, financially or otherwise, in the said resolution.

This may also be treated as a written memorandum setting out the terms of re-appointment of Mr. Danmal Porwal, pursuant to section 190 of the Companies Act, 2013.

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Pursuant to the provisions of Section 196, 197 read with Schedule V the remuneration payable to Mr. Danmal Porwal should be in line with the limits laid down under Schedule V in view of absence or inadequacy of profits and subject to compliance of the conditions provided in the said Schedule.

The following additional information as required by Schedule V to the Companies Act, 2013 is given below.

GENERAL INFORMATION	
Nature of industry	Dynamic Archisttructures Limited is engaged in the business of financing industries by way of making loans and advances. Company is dealing in Shares, Stocks, Debentures, Bonds, Securities and other investments. The Company also finances, Corporations and Other Individuals by way of loans or advances or subscribing to capital
Date or expected date of commencement of commercial production	The date of commencement of business is March 1, 1996.
In case if new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus.	Not Applicable

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Financial performance based on given indicators	Details	31.03.2018	31.03.2019	31.03.2020
	Sales & other income	143.44	204.16	158.20
	Net Profit (Loss) After Tax	69.59	107.92	-92.80
	(In Lakhs)			
Export performance and net foreign exchange collaborations.	Export performance -Nil			
Foreign investments or collaborators, if any	Foreign investments – Nil			
INFORMATION ABOUT THE APPOINTEE				
Background details.	Mr. Danmal is very well versed in all aspects of finance, costing, technical matters, marketing and administration. He is aged about 77 years.			
Past remuneration	100000 p.m.			
Recognition or Awards	None			
Job profile and his suitability	He is very well versed in all aspects of finance, costing, technical matters, marketing and administration.			
Remuneration proposed	Total remuneration not exceeding Rs. 5,00,000 per month.  Commission (In addition to the Total remuneration): As stated in Resolution no. 6.			

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Comparative remuneration profile with respect to industry, size of the company, profile of the position and person (in case of expatriates the relevant details would be w.r.t. the country of his origin)	Considering the size of the Company, its nature of business and the job profile and position of Mr. Danmal Porwal, comparative figures are not available. Hence the comparisons could not be established.
Pecuniary relationship directly or indirectly with the company, or relationship with the managerial personnel, if any.	Besides the remuneration proposed, the Managing Director does not have any other pecuniary relationship with the Company or relationship with the managerial personnel except Mr. Rakesh Porwal.
OTHER INFORMATION	
Reasons of loss or inadequate profits	The Company has been making losses on account of global impact and varied market related reasons. Further, owing to early threat posed by Covid-19, the Company has suffered a huge loss to the Company.
Steps taken or proposed to be taken for improvement.	The Company is looking to gain in the coming years and shall add to the top and bottom line of the Company in near future.
Expected increase in productivity and profits in measurable terms.	The Company has implemented the plans, which will reap the fruits in the next few years and if properly and successfully implemented it will give a substantial increase in the sales and profits of the company in the coming years.
DISCLOSURES	
Remuneration Package of the Managerial Personnel	Total remuneration payable to Mr. Danmal Porwal shall be fixed by the Board of Directors of the Company from time to time subject to overall maximum remuneration not to exceed Rs. 5,00,000 per month and, in addition, commission not exceeding 2% of net profits, as shall be decided by the Nomination and Remuneration Committee with full liberty to the Board to fix the remuneration within the above overall limit

# DYNAMIC ARCHISTRUCTURES LIMITED

Regd. Office: 409, Swaika Centre, 4A, Pollock Street, Kolkata (W.B.) 700 001, Ph: 033-22342673

Website: [www.dynamicarchisttructures.com](http://www.dynamicarchisttructures.com), Email: [info@dynamicarchisttructures.com](mailto:info@dynamicarchisttructures.com),

CIN - L45201WB1996PLC077451

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## Item no: 7

Mr. Danmal Porwal (DIN: 00581351) was re-appointed as Managing Director of the Company by the members of the Company in their 19<sup>th</sup> Annual General meeting (AGM) held on September 30, 2015 for the period of five (5) years with effect from October 1, 2015. The Company at its 23<sup>rd</sup> AGM approved the increase in remuneration.

While approving the remuneration of Mr. Danmal Porwal in the 19<sup>th</sup> AGM, the members had also inter alia approved the payment of "Minimum Remuneration" in the event of inadequacy or absence of profits, in any financial year or years during the tenure, subject to requisite approvals.

Further, pursuant to Section 197 of the Companies Act, 2013 read with Schedule V thereto, where a Company has no profits or its profits are inadequate, it may pay any remuneration to the managerial personnel provided that, amongst others, a statement along with a notice calling the general meeting contains certain information. However, due to non-disclosure of statement, in the Notice of 19<sup>th</sup> AGM as specified in paragraph (iv) of the second proviso after paragraph B of Section II of Part II of the aforesaid Schedule V, limits specified under the Schedule V could not be availed by the Company.

In Financial year 2019-20, the Company incurred loss/inadequate profit and consequently, upon completion of audit and approval of the annual audited financials, the remuneration paid during the Financial year 2019-20, which was duly approved by the members through Special Resolution a passed at the 19<sup>th</sup> and 23<sup>rd</sup> AGM, turned out to be in excess of the limits envisaged under the provisions of Section 197 read with schedule V of the Companies Act, 2013.

Accordingly, whole remuneration paid to him during the financial year 2019-20 amounting to Rs. 14,50,000, being treated as excess remuneration.

Pursuant to Section 197(10) of the Act, the members of the Company have been empowered to recovery of excess remuneration by passing a special resolution.

The management of the Company believes that the remuneration as previously approved by the members of the Company and paid to Mr. Danmal Porwal was very modest and in line with the consistent policies of the Company over years and less than the industry standards and therefore it is just that the excess remuneration be waived off.

The Company has not defaulted in payment of dues to any bank or public financial institution or nonconvertible debenture holders or other secured creditor, if any.

The Nomination & Remuneration Committee, Audit Committee and the Board have at their respective meeting(s) held on September 1, 2020 subject to the approval of the members of the Company, accorded their approvals for waiver of the recovery of excess managerial remuneration paid by the Company to Mr. Danmal Porwal, in the interest of the Company have also recommended the aforesaid resolution as set out in this Notice for approval of the Members.

# **DYNAMIC ARCHISTRUCTURES LIMITED**

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The Board of Directors recommend passing of the Special Resolution as set out in Item No. 7 of this Notice.

Accordingly, it is proposed that approval of the members of the Company by way of a Special resolution be obtained for the waiver of recovery of the excess remuneration paid to Mr. Danmal Porwal

Save and except Mr. Danmal Porwal, Managing Director and his relatives to the extent of their respective shareholding interest, if any, in the Company for Item no. 7, none of the other Directors / Key Managerial Personnel and their relatives are in any way, concerned or interested, financially or otherwise, in the resolution set out in Item no. 7.

**Additional information on Directors recommended for appointment/re-appointment as required under SEBI LODR Regulations, 2015 and Secretarial Standard on General Meetings (SS-2) issued by the Institute of Company Secretaries of India**

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Name of the Director	Ms. Padma Paila	Mr. Vijay Jain	Mr. Danmal Porwal	Debendra Tripathy
Category	Independent Director	Independent Director	Managing Director	Non Executive Director
DIN	07132711	01104182	00581351	00948186
Date of Birth	08/02/1979	30/08/1962	13/03/1943	20-05-1968
Age	41	58	77	52
Date of Appointment	24/03/2015	04/05/1998	04/05/1998	December 26, 2011
Directorship held in other companies	Nil	Nil	3	2
Memberships/ Chairmanships of Committees across Public Companies	-	-		Nil
Brief Profile covering experience, achievements etc	Rich knowledge in General Business Management	Possesses 30 years of experience in Finance Industry	Possesses 45 years of experience in the Chemical and finance industry	8 Years of rich experience in this industry
Qualifications	B.A graduate from Awadhesh Pratap Singh University	B.Com Graduate from Ravishankar University	B.SC agriculture graduated from Rajasthan University	M.A
Terms and conditions of appointment / reappointment	Not liable to retire by rotation	Not liable to retire by rotation	As per the explanatory statement	Liable to retire by rotation
Remuneration sought to be paid and remuneration last drawn	NA	NA	As per the explanatory statement	Nil



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Shares held in the Company	-	-	57100	-
Relationship with Directors	-	-	Father of Rakesh Porwal	-
Number of meetings of the Board attended during the year	All	All	All	All

By Order of the Board

**Danmal Porwal**  
**Chairman Cum Managing Director**  
**DIN NO: 00581351**

## ANNUAL REPORT 2019-2020

### DIRECTORS' REPORT

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#### **Directors' Report to the Members**

Your Directors present their Twenty fourth Report together with the Audited Financial Statement of your Company for the year ended 31<sup>st</sup> March 2020.

#### **Financial Summary and Highlights**

(Rs. In Lakh)

<b>Financial Performance:</b>	<b>2019-20</b>	<b>2018 -2019</b>
Gross Income	<b>158.20</b>	<b>204.16</b>
Total Expenditure	<b>247.37</b>	<b>63.67</b>
Profit Before Depreciation and Taxation	<b>(89.17)</b>	<b>140.49</b>
Depreciation	<b>3.75</b>	<b>3.84</b>
Profit before Taxation	<b>(92.92)</b>	<b>136.65</b>
Provision for taxation	<b>(0.12)</b>	<b>28.72</b>
<b>Net Profit after Tax</b>	<b>(92.80)</b>	<b>107.93</b>
<b>Balance carried over to Balance Sheet</b>	<b>(92.80)</b>	<b>107.93</b>

The financial statements of the Company have been prepared in accordance with the Companies (Accounting Standards) Rules.

In terms of Section 129 of the Act read with Rules framed there under, audited financial statements of the Company along with the Auditors' Report shall be laid before the ensuing Annual General Meeting of the Company for the financial year ended March 31, 2020.

#### **Dividend**

The Board has not recommended any Dividend for the current financial year in view of the losses.

#### **Transfer to Reserves**

No amount was transferred to the reserves during the financial year ended 31<sup>st</sup> March, 2020 due to losses.

#### **Transfer of Unclaimed Dividend to Investor Education and Protection Fund**

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no unpaid dividend lying with the Company.

### **Operations/ State of the Company's Affairs**

Your Company is a RBI registered Non-Banking Finance Company and it has achieved a net loss after tax of **Rs. 92,80,379.45 /-** against net profit after tax **Rs. 1,07,92,181.99/-** in the previous year.

During the year under review, there has been no change in the nature of business of your Company.

### **Material Changes and Commitment if any affecting the Financial Position of the Company occurred between the end of the financial year to which this financial statement relate and the date of the report**

#### **The Covid-19 Pandemic**

The outbreak of Coronavirus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In many countries, businesses are being forced to cease or limit their operations for long or indefinite period. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown.

COVID-19 is significantly impacting business operation of the companies, by way of interruption in unavailability of personnel, closure / lockdown of facilities etc. On March 24, 2020, the Government of India ordered a nationwide lockdown for 21 days which further got extended till May 3, 2020 to prevent community spread of COVID-19 in India resulting in significant reduction in economic activities.

In the last month of FY 2020, the COVID-19 pandemic developed rapidly into a global crisis, forcing governments to enforce lock-downs of all economic activity. For the Company, the focus immediately shifted to ensuring the health and well-being of all employees. From a highly centralized model consisting of work spaces set to the switch to work from home for employees, extending all the elements of the Company's working model, was carried out seamlessly.

As of March 31, 2020, work from home was enabled to close to employees to work remotely and securely. This response has reinforced customer confidence in the Company and many of them have expressed their appreciation and gratitude for keeping their businesses running under most challenging conditions.

Although there are uncertainties due to the pandemic and reversal of the positive momentum gained in the last quarter of FY2020 and during this period of lockdown, the Company has taken various steps towards rethinking the 'new normal' for the business and gearing our offerings for the post COVID-19 lockdown world.

Other than above mentioned situation affecting the Company, no material changes and commitments have occurred after the close of the year till the close of this Report, which affects the financial position of the Company.

### **Share Capital**

The issued, subscribed and paid-up Share Capital of the Company stood at Rs.5,01,00,000 as at March 31, 2020 comprising of 50,10,000 Ordinary (Equity) Shares of Rs. 10 each fully paid-up. There was no change in Share Capital during the year under review.

### **Employee Stock Options Scheme**

During the year, under the review the Company has not issued any Shares pursuant to the Employee Stock Options Scheme.

### **Holding Company / Subsidiary Company**

The Company doesn't have any Holding Company, Subsidiary, Associate or Joint Venture Company.

### **Management Discussion and Analysis Report**

In accordance with Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management Discussion and Analysis Report is appended to this Report as [Annexure – I](#).

### **Corporate Governance**

As per the Regulation 15(2)(a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, which are effective from December 1, 2015, provisions with respect to Corporate Governance compliance shall not apply to a listed entity with Paid-up Capital upto **Rs.10,00,00,000** (Indian Rupees Ten Crore) and Net Worth upto **Rs.25,00,00,000** (Indian Rupees Twenty Five Crore), as on the last day of previous financial year.

As on March 31, 2019 and March 31, 2020 the Paid-up Share Capital of the Company is **Rs.5,01,00,000** only and the Net Worth is **Rs. 21,91,47,602.19 and Rs. 20,98,67,222.74** and therefore the requirement of compliance with Corporate Governance is not applicable to the Company

### **Corporate Social Responsibility ("CSR")**

The provisions relating to CSR are not applicable to the Company.

### **Directors and Key Managerial Personnel**

#### **Directors**

During the year under review the Board of Directors had re-appointed Ms. Padma Paila as an additional (Independent) Director w.e.f. March 24, 2020. Pursuant to Section 161 she holds office as such upto the date of 24<sup>th</sup> Annual General Meeting of

the Company to be held on September 30, 2020. Ms. Padma Paila was appointed as an Independent Director at 19<sup>th</sup> AGM for 5 years w.e.f March 24, 2015 to March 23, 2020. Mr. Vijay Jain was appointed as an Independent Director at 19<sup>th</sup> AGM for 5 years w.e.f September 30, 2015 to September 29, 2020. The Board proposes their re-appointment for the second term of five years to the shareholders.

Mr. Danmal Porwal aged 77 was appointed as Managing Director w.e.f October 1, 2020 for five years and Board has, on the recommendation of the Nomination and Remuneration Committee, subject to the Shareholders approval at the forthcoming Annual General Meeting of the Company proposed to re-appoint Mr. Danmal Porwal as Managing Director to be designated as Chairman cum Managing Director w.e.f. October 1, 2020 for the period of 5 years, subject to liable by retire by rotation.

For the FY 2019-20, Company has incurred net loss of Rs.92.80 and paid managerial remuneration of Rs.14,50,0000 to Mr. Danmal Porwal, which was duly approved by the members at their 19<sup>th</sup> AGM held on September 30, 2015. In view of the same, Company proposed to take shareholders approval for the waiver of recovery of excess managerial remuneration paid to Mr. Danmal Porwal, Managing Director for the financial year ended March 31, 2020 pursuant to the provisions of Section 197(10) of the Companies Act, 2013.

As on March 31, 2020, your Company had 5 Directors. Mr. Danmal Porwal, Chairman cum Managing Director, Mr. Rakesh Porwal, Non-Executive Promoter Director and Mr. Debendra Tripathy, Non - Executive Director. Mr. Vijay Kumar Jain and Mrs. Padma Paila are the Independent Directors of the Company.

#### **Retirement by rotation**

In terms of provisions of Section 152(6) of the Act, Mr. Debendra Tripathy ( DIN 00948186), being longest in the office, shall retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

#### **Key Managerial Personnel**

Mr. Danmal Porwal, Chairman Cum Managing Director, Mr. Sunny Jain, Chief Financial Officer and Mrs. Annu Chandak, Company Secretary and Compliance Officer are the Key Managerial Personnel of the Company.

#### **Receipt of any commission by MD / WTD from Company or for receipt of commission/remuneration from its holding or Subsidiary Company**

During the year under review, the Company has not paid any commission to any of its directors. The Company does not have any subsidiary / holding Company, therefore, the question of receipt of any amount does not arise.

### **Board Evaluation**

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, evaluation of every Director's performance was done by Nomination and Remuneration Committee. The performance evaluation of Non-Independent Directors and the Board as a whole, Committees thereof and Chairperson of the Company was carried out by the Independent Directors. Evaluation of Independent Directors was carried out by the entire Board of Directors, excluding the Director being evaluated. A structured questionnaire was prepared after circulating the draft forms, covering various aspects of the evaluation such as adequacy of the size and composition of the Board and Committee thereof with regard to skill, experience, independence, diversity; attendance and adequacy of time given by the Directors to discharge their duties; Corporate Governance practices etc. The Directors expressed their satisfaction with the evaluation process.

### **Separate Meeting of the Independent Directors**

The Independent Directors of your Company met without the presence of the Executive Chairman or the Managing Director or other Non-Independent Director or Chief Financial Officer or any other Management Personnel.

These Meetings are conducted to discuss matters pertaining to, inter alia, review of performance of Non-Independent Directors and the Board as a whole, review the performance of the Executive Chairman of the Company (taking into account the views of the Executive and Non-Executive Directors), review the performance of the Company, assess the quality, quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

One Meeting of Independent Directors were held during the year and the meeting was well attended.

The Independent Directors holds a unanimous opinion that the Non-Independent Directors bring to the Board constructive knowledge in their respective field. The Independent Directors expressed their satisfaction with overall functioning and implementations of their suggestions.

### **Declaration of Independent Directors**

The Company has received necessary declaration from each Independent Director under section 149(7) of the Companies Act, 2013 that they meet the criteria of Independent laid down in Section 149(6) of the Companies Act, 2013 and Regulation 16 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Independent Directors of the Company have complied with the Code for Independent Directors prescribed in Schedule IV of the Companies Act, 2013.

In terms of Section 150 of the Companies Act, 2013 read with Rule 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014, Independent Directors of the Company have confirmed that they have registered themselves with the databank maintained by The Indian Institute of Corporate Affairs, Manesar ('IICA'). The Independent Directors are also required to undertake online proficiency self-assessment test conducted by the IICA within a period of 1 (one) year from the date of inclusion of their names in the data bank, unless they meet the criteria specified for exemption.

In the opinion of the Board, the independent directors possess the requisite integrity, experience, expertise required under all applicable laws and the policies of the Bank.

#### **Familiarization Programme for Independent Directors**

The details of programmes for familiarization of Independent Directors with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company and related matters along with other details as required pursuant to the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are available on the website of the Company at [www.dynamicarchiststructures.com](http://www.dynamicarchiststructures.com).

#### **Policies on Appointment and Remuneration of Directors, Key Managerial Personnel and Employees**

In accordance with the provisions of section 134(3)(e) of the Companies Act, 2013 ("the Act") read with section 178(2) of the Act and Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, your Company has adopted a Policy on Appointment of Directors and Senior Management and succession planning for orderly succession to the Board and the Senior Management, which inter alia, includes the criteria for determining qualifications, positive attributes and independence of Directors.

Your Company has also adopted the Policy on Remuneration of Directors, Key Managerial Personnel and Employees of the Company in accordance with the provisions of sub-section (4) of section 178, and the same are appended as **Annexure II-A** and **Annexure II-B** and form part of this Report.

#### **Meetings**

During the year under review the Board met 5 times on May 27, 2019, July 30, 2019, November 4, 2019, January 27, 2020 and March 20, 2020. The intervening gap between



the Meetings was within the period prescribed under the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The 23<sup>rd</sup> Annual General Meeting (AGM) of the Company was held on September 23, 2019.

### **Directors' Responsibility Statement**

Pursuant to Section 134(3)(c) of the Companies Act, 2013, the Directors, based on the representations received from the operating management and after due enquiry, confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed and there are no material departures from the same;
- (b) they had 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 at the end of the financial year ended 31<sup>st</sup> March, 2020 and of the profit of the Company for that period;
- (c) they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) they had prepared the annual accounts on a going concern basis; and
- (e) they had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **Secretarial Standards**

The Company has devised proper systems to ensure compliance with the provisions of Secretarial Standards on Meetings of the Board of Directors (SS-1) and Secretarial Standards on General Meetings (SS-2) and is in compliance with the same.

### **Internal Financial Controls and Adequacy**

The Company has in place adequate internal financial controls with reference to the financial statements. The Audit Committee of the Board periodically reviews the internal control systems with the management, Internal Auditors and Statutory Auditors and the adequacy of internal audit function, significant internal audit findings and follow-ups thereon.

### **Composition of Audit Committee**

The Audit Committee comprises of Mr. Vijay Kumar Jain, Mrs. Padma Paila and Mr. Rakesh Porwal. Mr. Vijay Kumar Jain is the Chairman of the Committee. The role, terms of reference and powers of the Audit Committee are in conformity with the requirements of the Companies Act, 2013.

The role, terms of reference and powers of the Audit Committee are in conformity with the requirements of the Companies Act, 2013 and applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Committee met 5 times during the year under review on May 28, 2019, July 30, 2019, November 4, 2019, January 27, 2020 and March 20, 2020. The Committee, inter-alia, discussed on financials, audit reports and appointment of auditors. The Board accepted all recommendations of the Audit Committee made from time to time. All the members of the Committee attended all the meetings.

### **Composition of Nomination and Remuneration Committee**

The Nomination and Remuneration Committee comprises of Mr. Vijay Kumar Jain, Mr. Rakesh Porwal and Mrs. Padma Paila. Mr. Vijay Kumar Jain is the Chairman of the Committee.

The constitution and terms of reference are in compliance with the provisions of the Act and the applicable regulations of SEBI Listing Regulations.

The Committee met twice during the year under review on May 28, 2019, July 30, 2019.

### **Composition of Stakeholders Relationship Committee**

The Stakeholders Relationship Committee comprises of Mr. Vijay Kumar Jain, Mr. Rakesh Porwal and Mrs. Padma Paila. Mr. Vijay Kumar Jain is the Chairman of the Committee.

The constitution and terms of reference are in compliance with the provisions of the Act and the applicable regulations of SEBI Listing Regulations.

The Committee met 4 times during the year under review.

### **Vigil mechanism / Whistle Blower Mechanism**

The Company has established a vigil mechanism by adopting a Whistle Blower Policy for Directors and employees to report genuine concerns in the prescribed manner. The vigil mechanism is overseen by the Audit Committee and provides adequate safeguards against victimization of employees and Directors. Whistle Blower Policy is a mechanism to address any complaint(s) related to fraudulent transactions or reporting intentional non-compliance with the Company's policies and procedures

and any other questionable accounting/operational process followed. It provides a mechanism for employees to approach the Chairman of Audit Committee or Chairman of the Company or the Corporate Governance Cell. During the year, no such incidence was reported, and no personnel were denied access to the Chairman of the Audit Committee or Chairman of the Company or the Corporate Governance Cell. The Whistle Blower Policy of the Company is available at web link:

<http://www.dynamicarchisttructures.com/PDF/POLICY/Whistle%20Blower%20Policy.pdf>

### **Risk Management**

Your Company has, in place, Risk Management Policy which includes identification therein of the elements of risk which in the opinion of Board may threaten the existence of the Company. Your Company's Risk Management Policy sets out the objectives and elements of risk management within the organization and helps to promote risk awareness amongst employees and to integrate risk management within the corporate culture.

### **Statutory Auditors**

M/s. Surana Singh Rathi and Co., Chartered Accountants, Chartered Accountants, were appointed as the Statutory Auditors at the Annual General Meeting held on September 30, 2015 for the period of 5 years upto the forthcoming AGM 2020.

As per the provisions of section 139 of the Companies Act, 2013 the Statutory Auditor can be appointed for the second term of 5 years.

The Board of Directors on the recommendations of the Audit Committee has approved and recommended to the Members the appointment of M/s. Surana Singh Rathi and Co. as the Statutory Auditors of the Company, who has given written consent to act as Statutory Auditors of your Company for the second term of 5 years and have also confirmed that the said appointment would be in conformity with the provisions of Section 139 and 141 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014.

Members approval sought for appointment of M/s Surana Singh Rathi and Co., Chartered Accountants (ICAI Registration No. 317119E) at the upcoming Annual General Meeting of the Company to be held on September 30, 2020 for 5 years commencing from ensuing annual general meeting until the conclusion of AGM of the Company to be held in the year 2025.

### **Secretarial Auditor**

Section 204 of the Companies Act, 2013, inter-alia, requires every listed company to annex with its Board's report, a Secretarial Audit Report given by a Company Secretary in practice, in the prescribed form. The Board of Directors appointed M/s. V.P. Mahipal, Practising Company Secretaries, as Secretarial Auditor to conduct the Secretarial Audit of the Company for Financial Year 2019-20, but due to his resignation the Board at its Board Meeting held on March 20, 2020 appointed Amit Kumar C. Sharma as the Secretarial Auditor to conduct the Secretarial Audit for the Financial year 2019-20 and their report is annexed to this Board report as [Annexure-III](#).

### **Explanation or comments on Qualifications, Reservations or Adverse Remarks or Disclaimers made by the Auditors and the Practicing Company Secretary in their reports**

The Auditors' Report on the financial statements of the Company for the year ending March 31, 2020 is unmodified i.e. it does not contain any qualification, reservation or adverse remark. The Auditors' Report is enclosed with the financial statements forming part of the annual report.

There were no qualifications, reservations or adverse remarks made Secretarial Auditor of the Company in the Secretarial Audit Report.

### **Reporting of Frauds by Auditors**

During the year under review, the Statutory Auditors and Secretarial Auditor 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.

### **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**

No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operation in future.

### **Particulars of loans, guarantees or investments under Section 186 of the Companies Act, 2013**

Your Company is an RBI registered Non-Banking Finance Company and therefore the provisions of Section 186 are not applicable. There were no guarantees given or security provided by the Company under Section 186 of the Companies Act, 2013 during the year under review. Particulars of loans given, and investments made are provided in the financial statement (Please refer to Note no. 4 and 5 to the financial statement). All the loans were given for the purpose of business of the recipients.

### **Contracts and Arrangements with Related Parties**

All contracts/arrangements/transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis.

There were no materially significant related party transactions with the Promoters, Directors and Key Managerial Personnel, which may have a potential conflict with the interest of the Company at large.

The particulars of material contracts or arrangements made with related parties in Form AOC 2 pursuant to Section 188 are furnished in **Annexure-IV** and are attached to this report.

The RPT Policy as approved by the Audit Committee and the Board is available on the website of the Company [https://www.dynamicarchitectures.com/PDF/POLICY/RPT%20Policy\\_draft.pdf](https://www.dynamicarchitectures.com/PDF/POLICY/RPT%20Policy_draft.pdf). Your Directors draw attention of the members to Note No. 31 of the Significant Accounting Policies and Notes on Accounts to the Standalone Financial Statements which sets out related party disclosure.

Applicable disclosures in terms of Regulation 34(3) read with Schedule V of the Listing Regulations as on March 31, 2020 have been provided at **Annexure-V** to this Board's Report.

### **Deposits**

The Company has neither accepted nor renewed any deposits during the year under review.

### **Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo**

Since your Company is engaged in financial services activities, its operations are not energy intensive nor does it require adoption of specific technology and hence information in terms of Section 134(3)(m) of the Act read with the Companies (Accounts) Rules, 2014 is not provided in this Board's Report. Your Company is vigilant on the need for conservation of energy.

The total Foreign Exchange Inflow was Rs. Nil and Outflow was Rs. Nil during the year under review.

### **Particulars of Remuneration to Employees and Other Required Disclosures**

In terms of the provisions of Section 197(12) of the Act read with Rules 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules,

2014, no employee is drawing any remuneration which is in excess of the limits laid down therein.

Details of employee remuneration as required under provisions of section 197(12) of the Companies Act, 2013 read with Rule 5(2) & 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are available for inspection during working hours at the Registered Office of the Company during 21 days before the Annual General Meeting and shall be made available to any Shareholder on request.

Disclosures pertaining to remuneration and other details as required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided in **Annexure VI**.

#### **Extract of Annual Return**

Pursuant to sub-section 3(a) of section 134 and sub-section (3) of section 92 of the Companies Act, 2013, read with rule 12 of the Companies (Management and Administration) Rules, 2014, as amended vide MCA notification dated August 28, 2020, a copy of the Annual Return is available on <https://www.dynamicarchitectures.com/>.

#### **Maintenance of Cost Records**

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

#### **General**

Company has prepared its financial statements as per Indian accounting standard (IND AS) and previous year figures have been adjusted accordingly.

#### **Sexual Harassment**

Your Directors further state that during the year 2019-20, there were no complaints filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

#### **Cautionary Statement**

Certain statements in the Directors' Report describing the Company's objectives, projections, estimates, expectations or predictions may be forward-looking statements

within the meaning of applicable securities laws and regulations. Actual results could differ from those expressed or implied. Important factors that could make a difference to the Company's operations include labour and material availability, and prices, cyclical demand and pricing in the Company's principal markets, changes in government regulations, tax regimes, economic development within India and other incidental factors.

**Appreciation and Acknowledgement**

The Directors take this opportunity to express their appreciation to all stakeholders of the Company including the Reserve Bank of India, the Ministry of Corporate Affairs, the Securities and Exchange Board of India, the Government of India and other Regulatory Authorities, the BSE Limited, Bankers, Financial Institutions, Members, Customers and Employees of the Company for their continued support and trust. Your Directors would like to express deep appreciation for the commitment shown by the employees in supporting the Company in achieving continued robust performance on all fronts.

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

**Danmal Porwal**  
**Chairman Cum Managing Director**  
**DIN: 00581351**

**Rakesh Porwal**  
**Director**  
**DIN: 00495444**

**Date: September 01,2020**  
**Place: Kolkata**

## ANNEXURE I

### MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

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#### **1. Industrial Structure and Developments**

Indian economy is going through a period of rapid 'financial liberalization'. Today, the 'intermediation' is being conducted by a wide range of financial institutions through a plethora of customer friendly financial products. The segment consisting of NBFCs, such as equipment leasing/hire purchase finance, loan and investment companies, etc. have made great strides in recent years and are meeting the diverse financial needs of the economy. These NBFCs provide variety of services including fund-based and fee-based activities and cater to retail and non- retail markets and niche segments. They are being recognized as complementary to the banking sector due to their customer-oriented services, simplified procedures, attractive rates of return on deposits, flexibility and timeliness in meeting the credit needs of specified sectors.

Dynamic Archistruktures Ltd, headquartered in Kolkata, is one of West Bengal's leading non-banking financial company having diversified interests in the financial services sector. Dynamic Archistruktures Ltd today has emerged as a prominent & reliable player in a fiercely competitive market of financial services.

Over the years, Dynamic Archistruktures Ltd has built a strong presence in the market through its cumulative experience, strong distribution network as well as sound systems and processes. The Company's long-term aspiration is to play a significant role in meeting the financial requirements of retail customers as well as corporate clients.

#### **2. Outlook on Opportunities, Threats, Risk and Concerns**

##### **✧ Opportunities**

Dynamic Archistruktures Ltd is currently engaged in NBFC activities & Financial Management and Advisory Services. The Company intends to continue focusing on NBFC activities including financing, Inter-corporate Investments & Capital Market activities.

At the same time the Company has plans to expand its business by offering a wide array of financial products and services.

In the upcoming years, Dynamic Archistruktures Ltd will strive to be one of the top financial services businesses in India focused on delivering superior customer experience through class leading services and competitive products while providing consistent and superior returns to the company's shareholders and at the same time maintaining the high levels of integrity.

##### **✧ Threats, Risk and Concerns:**

Being a Financial company, Dynamic Archistruktures Ltd is exposed to specific risks that are particular to its business and the environment within which it operates, including interest rate volatility, economic cycle, credit risk and market



risk. The most important among them are credit risk, market risk and operational risk. The measurement, monitoring management of risk remains key focus areas for the company.

Dynamic Archistructures Ltd has laid down stringent credit norms through the Lending Policy Framework approved by the Board. The Company maintains a conservative approach and manages the credit risk through prudent selection of clients, delegation of appropriate lending powers and by stipulating various prudential limits. In retail loan businesses like ours, overall portfolio diversification and reviews also facilitatemitigation and management.

### **3. Internal Control Systems and their Adequacy**

The Company has a proper and adequate system of internal control in all spheres of its activities to ensure that all its assets are safeguarded and protected against loss from unauthorized use or disposition and that the transactions are authorized, recorded and reported diligently. The Company ensures adherence to all internal control policies and procedures as well as compliance with all regulatory guidelines.

### **4. Financial Performance**

The Company's total turnover for the financial year ended March 31, 2020 is Rs. 157.58 Lakhs (Previous Year Rs. 141.71 Lakhs). The Company has a Net loss before tax of Rs. -92.80 Lakhs as compared to Previous Year's profit i.e. Rs. 107.92 Lakhs. The Company is optimistic about its proposed business ventures which are profitable.

### **5. Development of Human Resources**

The Company has been proactive to build the requisite skillsets in the organization for its new project initiatives. The relevant industry experience of the team coupled with commitment towards adherence to the operating processes adopted by the company is a unique feature demonstrated by the company. Employees are encouraged to upgrade their skills and knowledge through various training programs.

### **6. Outlook**

Performance of capital markets in India will be largely driven by favorable macroeconomic conditions, lower interest rates, and good corporate earnings. The Company intends to continue focusing on NBFC activities including financing, Inter-corporate Investments & Capital Market activities. At the same time the Company has plans to expand its business by offering a wide array of financial products and services.

### **7. Key Financial Ratios**

<b>Ratios</b>	<b>2019-2020</b>	<b>2018-2019</b>
Debtors Turnover	NA	NA
Inventory Turnover	NA	NA
Interest Coverage Ratio	NA	NA
Current Ratio	14.71	13.58
Operating Profit Margin	-58.74	71.82
Net Profit Margin	-58.66	65.78

The Company has no long-term debt as a standalone entity as on March 31, 2020.

During the year under review the Company has not changed its accounting policies.

The cash & bank balances improved significantly from Rs.1,77,31,087.33 to Rs.64,64,018.22 (previous year) This was achieved by way of better management of receivables. As a result, the liquidity situation of the Company remained comfortable.

Total Income declined by 22.51% from Rs. 2,04,15,903.79 in 2018-2019 to Rs. 1,58,20,233 in 2019-2020.

#### **8. Product-Wise Performance details of the Company**

The Company has only one type of product. It provides finance to Small Scale Industries and Small Businesses. During the year under review there was an increase in the loans provided by the Company, also the income of the Company has increased during the year from Rs. 141.70 Lakhs (previous year) to Rs. 157.58 Lakhs (Current Year).

The Company carries business in single segment.

#### **9. Details of any change in Return on Net Worth as compared to the immediately previous financial year along with a detailed explanation thereof**

Return on Net worth for the financial year 2019-20 before tax is -4.43% and after tax is -4.42 % and Return on Net worth of financial year 2018-19 before tax is 6.24% and after tax is 4.92 %. The difference in the return on net worth as compared to previous year is due to first time adoption of Indian accounting standard (IND AS) hence significant effect on financial statement result declined in net worth.

#### **Note:**

This report contains forward-looking statements based on beliefs of the company's management. The words anticipate, believe, estimate, forecast, expect, intend, plan, should and project are used to identify forward-looking statements. Such statements reflect the company's current views with respect to the future events and are subject to risks and uncertainties. Many factors could cause the actual result to be materially different, including amongst others, changes in the general economic and business conditions, changes in the currency exchange rates and interest rates, introduction of competing products, lack of acceptance of new products or services, and changes in business strategy. Actual results may vary materially from those projected here. The company does not intend to assume any obligation to update these forward-looking statements.

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

**DanmalPorwal**  
**Chairman Cum Managing Director**  
**DIN: 00581351**

**Rakesh Porwal**  
**Director**  
**DIN: 00495444**

**Date: September 1, 2020**

**Place: Kolkata**

## **ANNEXURE II A TO DIRECTORS REPORT**

### **DYNAMIC ARCHISTRUCTURES LIMITED**

#### **POLICY ON APPOINTMENT OF DIRECTORS AND SENIOR MANAGEMENT AND SUCCESSION PLANNING FOR ORDERLY SUCCESSION TO THE BOARD AND THE SENIOR MANAGEMENT**

##### **DEFINITIONS**

The definitions of some of the key terms used in this Policy are given below.

**“Board”** means Board of Directors of the Company.

**“Company”** means DYNAMIC ARCHISTRUCTURES LIMITED

**“Committee(s)”** means Committees of the Board for the time being in force.

**“Employee”** means employee of the Company whether employed in India or outside India including employees in the Senior Management Team of the Company.

**“HR”** means the Human Resource department of the Company.

**“Key Managerial Personnel”** (KMP) refers to key managerial personnel as defined under the Companies Act, 2013 and includes:

- (i) Managing Director (MD), or Chief Executive Officer (CEO); or Manager; or Whole time Director (WTD)
- (ii) Chief Financial Officer (CFO); and
- (iii) Company Secretary (CS)
- (v) such other officer, not more than one level below the directors who is in whole-time employment, designated as key managerial personnel by the Board; and
- (vi) such other officer as may be prescribed

**“Nomination and Remuneration Committee” (NRC)** means Nomination and Remuneration Committee of Board of Directors of the Company for the time being in force.

**“Senior Management”** means personnel of the Company who are members of its Core Management Team excluding Board of Directors comprising of all members of management one level below the executive directors including the functional heads.

##### **I. APPOINTMENT OF DIRECTORS**

The NRC reviews and assesses Board composition and recommends the appointment of new Directors. In evaluating the suitability of individual Board member, the NRC shall take into account the following criteria regarding qualifications, positive attributes and independence of director:

1. All Board appointments will be based on merit, in the context of the skills, experience, independence and knowledge, for the Board as a whole to be effective.
2. Ability of the candidates to devote sufficient time and attention to his professional obligations as Independent Director for informed and balanced decision making
3. Adherence to the Code of Conduct and highest level of Corporate Governance in letter and in spirit by the Independent Directors

Based on recommendation of the NRC, the Board will evaluate the candidate(s) and decide on the selection of the appropriate member. The Board through the Whole Time Director(s) will interact with the new member to obtain his/her consent for joining the Board. Upon receipt of the consent, the new Director will be co-opted by the Board in accordance with the applicable provisions of the Companies Act 2013 and Rules made there under.

## **REMOVAL OF DIRECTORS**

If a Director is attracted with any disqualification as mentioned in any of the applicable Act, rules and regulations there under or due to non - adherence to the applicable policies of the company, the NRC may recommend to the Board with reasons recorded in writing, removal of a Director subject to the compliance of the applicable statutory provisions.

## **SENIOR MANAGEMENT PERSONNEL**

The NRC shall identify persons who are qualified to become directors and who may be appointed in senior management team in accordance with the criteria laid down above.

Senior Management personnel are appointed or promoted and removed/relieved with the authority of Chairman & Managing Director based on the business need and the suitability of the candidate. The details of the appointment made and the personnel removed one level below the Key Managerial Personnel during a quarter shall be presented to the Board.

## **II. SUCCESSION PLANNING:**

### **Purpose**

The Talent Management Policy sets out the approach to the development and management of talent in the DYNAMIC ARCHISTRUCTURES LIMITED to ensure the implementation of the strategic business plans of the Company and the Management's Aspiration of being among the Top Companies in the business.

### **Board:**

The successors for the Independent Directors shall be identified by the NRC atleast one quarter before expiry of the scheduled term. In case of separation of Independent Directors due to resignation or otherwise, successor will be appointed at the earliest but not later than the immediate next Board meeting or three months from the date of such vacancy, whichever is later.

The successors for the Executive Director(s) shall be identified by the NRC from among the Senior Management or through external source as the Board may deem fit.

The NRC will accord due consideration for the expertise and other criteria required for the successor.

The Board may also decide not to fill the vacancy caused at its discretion.

**Senior Management Personnel:**

A good succession-planning program aims to identify high growth individuals, train them and feed the pipelines with new talent. It will ensure replacements for key job incumbents in KMPs and senior management positions in the organization.

**Policy Statement**

The Talent Management framework of the Company has been created to address three basic issues:

- 1) Given the strategic business plans, do we have the skills and competencies required to implement them? If not, how do we create them – by developing them internally or through lateral induction from outside?
- 2) For critical positions, what is the succession pipeline?
- 3) What are the individual development plans for individuals both in the succession pipeline as well as others?

The framework lays down architecture and processes to address these questions using the **3E** approach:

- a) **Experience** i.e. both long and short-term assignments. This has 70% weightage
- b) **Exposure** i.e. coaching and mentoring – 20% weightage
- c) **Education** i.e. learning and development initiatives – 10% weightage

**Policy Governance**

Policy Sponsor **Chairman of the Nomination & Remuneration Committee**

## **ANNEXURE II B TO DIRECTORS REPORT**

### **Dynamic Archisttructures Limited**

#### **POLICY FOR REMUNERATION OF THE DIRECTORS, KEY MANAGERIAL PERSONNEL AND OTHER EMPLOYEES**

##### **Purpose**

This Policy sets out the approach to Compensation of Directors, Key Managerial Personnel and other employees in Dynamic Archisttructures Limited.

##### **Policy Statement**

We have a well-defined Compensation policy for Managing Director, Whole Time Director, Manager, Key Managerial Personnel and all employees, of the Company. The overall compensation philosophy which guides us is that in order to achieve global leadership and dominance in domestic markets, we need to attract and retain high performers by compensating them at levels that are broadly comparable with the median of the comparator basket while differentiating people on the basis of performance, potential and criticality for achieving competitive advantage in the business.

In order to effectively implement this, we have built our Compensation structure by a regular annual benchmarking over the years with relevant players across the industry we operate in.

##### **NON-EXECUTIVE INCLUDING INDEPENDENT DIRECTORS:**

The Nomination and Remuneration Committee (NRC) shall decide the basis for determining the compensation, both Fixed and variable, to the Non-Executive Directors, including Independent Directors, whether as commission or otherwise. The NRC shall take into consideration various factors such as director's participation in Board and Committee meetings during the year, other responsibilities undertaken, such as membership or Chairmanship of committees, time spent in carrying out their duties, role and functions as envisaged in Schedule IV of the Companies Act 2013 and such other factors as the NRC may consider deem fit for determining the compensation. The Board shall determine the compensation to Non-Executive Directors within the overall limits specified in the Shareholders resolution.

##### **Executive Directors:**

The remuneration to Whole Time Directors and Executive Director(s) shall be recommended by NRC to the Board. The remuneration consists of both fixed compensation and variable compensation and shall be paid as salary, commission,

performance bonus, stock options (where applicable), perquisites and fringe benefits as approved by the Board and within the overall limits specified in the Shareholders resolution. While the fixed compensation is determined at the time of their appointment, the variable compensation will be determined annually by the NRC based on their performance.

If, in any financial year, the Company has no profits or its profits are inadequate, the Company shall pay, subject to the requisite approvals, remuneration to its Chief Executive Officer/Executive Director(s) in accordance with the provisions of Schedule V of the Companies Act, 2013. If any Chief Executive Officer/Executive Director draws or receives, directly or indirectly by way of remuneration any such sums in excess of the limits prescribed under the Companies Act, 2013 or without the approval of shareholders where required, he/she shall refund such sums to the Company within two years or such lesser period as may be allowed by the company, and until such sum is refunded, hold it in trust for the company. The Company shall not waive recovery of such sum refundable to it unless permitted by the Shareholders by Special Resolution. Remuneration of the Chief Executive Officer/Executive Director(s) reflects the overall remuneration philosophy and guiding principle of the Company. While considering the appointment and remuneration of Chief Executive Officer/Executive Directors, the NRC shall consider the industry benchmarks, merit and seniority of the person and shall ensure that the remuneration proposed to be paid is commensurate with the remuneration packages paid to similar senior level counterpart(s) in other companies.

### **Key Managerial Personnel (KMPs)**

The terms of remuneration of Chief Financial Officer (CFO) and Company Secretary (CS) & other Key Management personnel, if any, shall be determined by the Nomination and Remuneration Committee from time to time. The remuneration shall be consistent with the competitive position of the salary for similar positions in the industry and their Qualifications, Experience, Roles and Responsibilities. Pursuant to the provisions of section 203 of the Companies Act 2013 the Board shall approve the remuneration at the time of their appointment.

The remuneration to directors, KMPs and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

### **Employees**

We follow a differential approach in choosing the comparator basket for benchmarking, depending upon the level in the organization:

- a. For all employees from Operational to Executive Band, we benchmark with a set of comparators from the same industry.

b. For Strategic band and above, we have a position-based approach and the comparator basket includes benchmarks from across relevant industries.

We have a CTC (Cost to Company) concept which includes a fixed component (Guaranteed Pay) and a variable component (Performance pay). The percentage of the variable component increases with increasing hierarchy levels, as we believe employees at higher positions have a far greater impact and influence on the overall business result. The CTC is reviewed once every year and the compensation strategy for positioning of individuals takes into consideration the following elements:

☐☐Performance

☐☐Potential

☐☐Criticality

☐☐Longevity in grade

Remuneration for the new employees other than KMPs and Senior Management Personnel will be decided by the HR, in consultation with the concerned business unit head at the time of hiring, depending upon the relevant job experience, last compensation and the skill-set of the selected candidate.

The Company may also grant Stock Options to the Employees and Directors (other than Independent Directors and Promoter) in accordance with the ESOP Scheme, if any, of the Company and subject to the compliance of the applicable statutes and regulations.

### **Policy Governance**

Policy Sponsor Chairman of Nomination & Remuneration Committee





**AMIT SHARMA & ASSOCIATES** Chandni Chowk, Near Poddar Steel Industries  
COMPANY SECRETARIES

Ganj Ward, Gondia-441601

Email : [csaamitsharma@gmail.com](mailto:csaamitsharma@gmail.com)

Mob: 09588616979/08275725512

**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED MARCH 31, 2020**  
***[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies***  
***(Appointment and Remuneration Personnel) Rules, 2014]***

To,  
The Members,  
Dynamic Archistrucltures Ltd  
CIN: L45201WB1996PLC077451  
409, Swaika Centre 4A, Pollock Street,  
Kolkata-700001, West Bengal.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Dynamic Archistrucltures Ltd (hereinafter called "the Company") for the audit period covering the Financial Year ended on March 31, 2020. 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, I hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2020 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:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2020 according to the applicable provisions of:

- (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) The Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment in India – **during the year not applicable**;
- (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 (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 and Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018-**(not applicable to the company during the audit period)**;
- d. Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014. -**(not applicable to the company during the audit period)**;
- e. Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008- **(not applicable to the company during the audit period)**;
- f. 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;
- g. The Securities and Exchange Board of India (Depositories and Participants) Regulations, 1996 and the Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;
- h. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- i. Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998. **(not applicable to the company during the audit period)**

I further report that having regard to the compliance system prevailing in the company and on examination of the relevant documents and records in pursuance thereof, the company has complied with the following laws applicable specifically to the company.

- a. Reserve Bank of India Act, 1934 and guidelines, directions and instructions issued by RBI through notifications and circulars relating to Non- Banking Financial Company from time to time.
- b. Prevention of Money Laundering Act, 2002 and the Prevention of Money laundering (Amendment) Act, 2012

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

- (i) The Equity Listing Agreements entered into by the Company with BSE Limited and;
- (ii) Secretarial Standards issued by the Institute of Company Secretaries of India.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Circulars, Notifications, Directions, Guidelines, Standards, etc. mentioned above, to the extent applicable. The Company has only secured CIC membership of Equifax Credit Information Services Private Limited.

Other statutes, Acts, laws, Rules, Regulations, Guidelines and Standards etc., as applicable to the Company are given below:

- (i) Labour Laws and other incidental laws related to employees appointed by the Company either on its payroll or on contractual basis ;
- (ii) Acts as prescribed under Direct Tax;



**AMIT SHARMA & ASSOCIATES** Chandni Chowk, Near Poddar Steel Industries  
**COMPANY SECRETARIES**

Ganj Ward, Gondia-441601

Email : [csaamitsharma@gmail.com](mailto:csaamitsharma@gmail.com)

Mob: 09588616979/08275725512

- (iii) Land Revenues Act of the West Bengal State;
- (iv) Labour Welfare Act of the West Bengal State;
- (v) Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013; and
- (vi) Such other Local laws etc. as may be applicable in respect of the offices/ branches of the Company.

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The Change in the composition of the Board of Directors that took place during the period under review were carried out in accordance with the provision of the Act.

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.

Majority decision is carried through and none of the board members dissented to any resolutions/recommendations during the year.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations, circulars, notifications, directions and guidelines.

I further report that during the audit period the Company has not undertaken any major corporate event/action having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, circulars, notifications, directions, guidelines, etc. except for

1. The company has obtained approval of shareholders by way of passing of special resolution at the Annual General Meeting of the Company held on 23 September, 2019 for revision in remuneration of Mr. Danmal Porwal (DIN 00581351) Managing Director.
2. The company has appointed Mr. Amit Kumar C.Sharma proprietor of M/s Amit Sharma & Associates as the secretarial Auditor for the period 2019-20 by way of passing resolution in the Board Meeting held on March 20, 2020 to fill the casual vacancy caused by the resignation of M/s V.P. Mahipal & Co.

For AMIT SHARMA & ASSOCIATES.  
Company Secretaries

Date: 01/09/2020

Place: Gondia

UDIN: A040995B000643993

AMIT KUMAR SHARMA

Proprietor

ACS No.: 40995

CP No.: 15315

Note: This report is to be read with my letter of even date which is annexed as Annexure A herewith and forms an integral part of this report



**AMIT SHARMA & ASSOCIATES** Chandni Chowk, Near Poddar Steel Industries  
COMPANY SECRETARIES

Ganj Ward, Gondia-441601

Email : [csaamitsharma@gmail.com](mailto:csaamitsharma@gmail.com)

Mob: 09588616979/08275725512

**'Annexure A' to the secretarial Audit Report**

To,  
The Members,  
Dynamic Archistruclures Ltd  
CIN: L45201WB1996PLC077451  
409, Swaika Centre 4A, Pollock Street,  
Kolkata-700001.  
West Bengal.

My report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these Secretarial records based on my audit.
2. I 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 test basis to ensure that correct facts are reflected in Secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management's representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. my examination was limited to the verification of the procedures on 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.
7. Due to ongonig pandemic of Covid-19 and state of lockdown, the books, papers, minute's books, forms and returns filed and other records maintained by the company, wherever possible, have been checked digitally.

For AMIT SHARMA & ASSOCIATES.  
Company Secretaries

Date: 01/09/2020  
Place: Gondia  
UDIN: A040995B000643993

AMIT KUMAR SHARMA  
Proprietor  
ACS No.: 40995  
CP No.: 15315

**Form AOC – 2**

**A. Details of contracts or arrangements or transactions not at arm's length basis**

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts or arrangements or transactions		date(s) of approval by the Board	Amount paid as advances, if any:	Date on which the special resolution was passed in general meeting as required under proviso to section 188
<b>Not Applicable</b>								

**B. Details of material contracts or arrangement or transactions at arm's length basis**

(Rs.)

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts/arrangements/transactions	Duration of the contracts / arrangements/transactions	Salient terms of the contracts or arrangements or transactions including the value, if any:	Date(s) of approval by the Board, if any:	Amount paid as advances, if any:
1.	Mr. Danmal Porwal- Chairman cum Managing Director	Managerial Remuneration	Continuous	Remuneration- Rs.14,50,000	May 28, 2018	Nil
2.	Ms. Aditi Porwal- Relative of Key Managerial Personnel	Salary & Bonus	Continuous	Salary & Bonus- Rs. 12,00,000	May 28, 2018	Nil
3.	Coal Chem Utkal Hydrocarbons	Office Rent	Continuous	Rent -Rs. 25,800	May 28, 2018	NIL

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

**Danmal Porwal**  
**Chairman Cum Managing Director**  
**DIN: 00581351**

**Rakesh Porwal**  
**Director**  
**DIN: 00495444**

**Date: September 1, 2020**

**Place: Kolkata**

## ANNEXURE V TO DIRECTORS REPORT

### DISCLOSURES PURSUANT TO REGULATION 34(3) READ WITH SCHEDULE V OF THE SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AS ON MARCH 31, 2020

#### Related Party Disclosure:

Sr. No.	In the accounts of	Disclosures of amounts at the year end and the maximum amount of loans / advances / investments outstanding during the year	Details
1	Holding Company:	<ul style="list-style-type: none"><li>Loans and advances in the nature of loans to subsidiaries by name and amount</li><li>Loans and advances in the nature of loans to associates by name and amount</li><li>Loans and advances in the nature of loans to firms / companies in which Directors are interested by name and amount</li></ul>	--  N.A.  --
2	Subsidiary Company:	<ul style="list-style-type: none"><li>Loans and advances in the nature of loans to subsidiaries by name and amount</li><li>Loans and advances in the nature of loans to associates by name and amount</li><li>Loans and advances in the nature of loans to firms / companies in which Directors are interested by name and amount</li></ul>	--  N.A.  --
3	Holding Company:	Investment by the loanee in the shares of parent company and subsidiary company, when the Company has made a loan or advance in the nature of loan	--

Disclosures of transactions of the listed entity with any person or entity belonging to the promoter/ promoter group which hold(s) 10% or more shareholding in the listed entity- There were no transactions of the Company with any person or entity belonging to the promoter/ promoter group which hold(s) 10% or more shareholding in the Company.

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

**Danmal Porwal**  
**Chairman Cum Managing Director**  
**DIN: 00581351**

**Rakesh Porwal**  
**Director**  
**DIN: 00495444**

**Date: September 1, 2020.**  
**Place: Kolkata.**

## ANNEXURE VI TO DIRECTORS REPORT

### THE RATIO OF THE REMUNERATION OF EACH DIRECTOR TO THE MEDIAN EMPLOYEE'S REMUNERATION AND OTHER DETAILS IN TERMS OF SUB-SECTION 12 OF SECTION 197 OF THE COMPANIES ACT, 2013 READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014:

1. The ratio of the remuneration of each director to the median remuneration of the employees for the financial year

Name	Designation	Ratio
Mr. Danmal Porwal	Chairman Cum Managing Director	4.72 times to the remuneration of the employees of the Company

For this purpose, no sitting fees was paid to the above Directors or any other non-executive directors of the Company therefore have not been considered as remuneration and remuneration paid to Company Secretary and Chief Financial Officer are not considered.

2. The percentage increase in remuneration of each director, CFO, CEO, CS or Manager, if any, in the financial year:

The percentage increase in remuneration of Mr. Danmal Porwal, Managing Director was by 20.83%, Mrs. Annu Chandak was by 5.21%.

3. The Percentage increase in the median remuneration of employees in the financial year.

During the year under review there was increase in the median remuneration of the employees by 18.69%. The calculation of percentage increase in median remuneration is done based on comparable employees. Employees who were not eligible for any increment have been excluded for the purpose of this calculation.

4. The Number of permanent Employees on the rolls of the Company:

The number of on-rolls employees is 8. All are permanent employees as on March 31, 2020.

5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile



increase in the managerial remuneration and justification thereof and exceptional circumstances for increase in the managerial remuneration, if any:

There was 15.81% increase made in salaries of total employees other than the Key Managerial Personnel for the financial year 2020 as compared to previous year. There was no change in the remuneration of Chief Financial Officer.

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

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

**Danmal Porwal**  
**Chairman Cum Managing Director**  
**DIN: 00581351**

**Rakesh Porwal**  
**Director**  
**DIN: 00495444**

**Date: September 1, 2020**  
**Place: Kolkata**

# INDEPENDENT AUDITOR'S REPORT

To,  
The Members,  
Dynamic Archistruclures Limited.  
Kolkata

## Report on the Audit of the Standalone Financial Statements

### Opinion

We have audited the financial statements of **Dynamic Archistruclures Limited** ("the Company"), which comprise the balance sheet as at 31st March 2020, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2020, and profit / loss, 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Key Audit Matters

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

Key Audit Matters	Auditor's Response
Accuracy of recognition, measurement, presentation and disclosures of revenue and other related balances presented in the financial statements in view of adoption of Ind AS.	<u>Principal Audit Procedures</u> We assessed the company's process to identify the impact of adoption of the new Indian Accounting Standard (Ind AS). Our audit approach consisted testing of the design and operating effectiveness of the internal controls.

## **Other Information**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management 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 in the audit or otherwise appears to be materially misstated.

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

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and 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.

### **Other Matters**

The comparative financial information of the company for the year ended 31st March, 2019 and the transition date opening balance sheet as at 1st April, 2018 included in this Ind AS financial statements, are based on previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standard) Rules, 2006 audited by us for the year ended 31st March, 2018 and 31st March, 2019 dated 28th May, 2018 and 27th May, 2019, respectively expressed an unmodified opinion on those financial statements, as adjusted for the differences in the accounting principles adopted by the Company on the transition to Ind AS, which have been audited by us.

Our opinion is not modified in respect of this matter.

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

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure "B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), statement of Changes in Equity and statement of the Cash Flow dealt with by this Report are in agreement with the 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) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:-

- i. The Company does not have any pending litigations as at 31<sup>st</sup> March 2020 which would impact its financial position;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the investor education and protection fund by the company.

**For Surana Singh Rathi And Co.**  
Chartered Accountants  
Firm Registration No.317119E

Place: Kolkata  
Date: 31<sup>st</sup> July, 2020

**S. K. SURANA**  
(Partner)  
Membership No. 053271

## **Annexure A- To the Independent Auditors' Report**

The Annexure referred to in paragraph 1 under the 'Report on Other Legal and Regulatory Requirements' our report in the members of Dynamic Archistruclures Limited ("The Company") for the year ended on 31st March 2020, We report that: -

### 3.1 Clause (i):

(a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;

(b) These fixed assets have been physically verified by the management at reasonable intervals; and no material discrepancies were noticed on such verification.

(c) The title deeds of immovable properties are held in the name of the company.

### 3.2 Clause (ii):

The nature of the company does not require it to have any inventory. Hence the requirement of clause (ii) of paragraph 3 of the said order is not applicable to the company.

### 3.3 Clause (iii):

The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.

### 3.4 Clause (iv):

In respect of loans, investments, guarantees and security the provisions of section 185 and 186 of the Companies Act, 2013 have been complied with.

### 3.5 Clause (v):

In our opinion and according to the information and explanations given to us, The Company has not accepted deposits from the public during the financial year under audit.

### 3.6 Clause (vi):

In our opinion and according to the information and explanations given to us, The Company does not manufacturing any goods and as such the provisions related to maintenance of cost records by the company under sub section (1) of section 148 of Companies Act, 2013 for any of its products as prescribed by Central Government, are not applicable.

### 3.7 Clause (vii):

(a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities in India.

(b) According to the information and explanations given to us there are no dues of income tax or sales tax or service tax or duty of customs or duty of excise or value added tax which have not been deposited on account of any dispute.

3.8 Clause (viii):

According to the records of the company examined by us and as per the information and explanations given to us, the company has not availed of any loans from any financial institution or banks and has not issued debentures.

3.9 Clause (ix):

In our opinion and according to the information and explanations given to us, the company has not raised money by way of initial public offer or further public offer (including debt instruments) and term loans.

3.10 Clause (x):

No fraud by the company or any fraud on the company by its officers or employees has been noticed or reported during the year.

3.11 Clause (xi):

Managerial remuneration has been paid or provided during the year in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.

3.12 Clause (xii):

In our opinion and according to the information and explanations given to us, clause (xii) of para 3 to Companies (Auditor's Report) Order, 2016 w.r.t. Nidhi Company is not applicable to company.

3.13 Clause (xiii):

In our opinion all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the financial statements as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of Companies (Accounts) Rules, 2014.

3.14 Clause (xiv):

The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.

3.15 Clause (xv):

The Company has not entered into any non-cash transactions with its directors or the persons connected with him.



3.16 Clause (xvi):

The company is registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the paragraph 3(xvi) of the order is applicable to the company and as required in terms of paragraph 13 of Non Banking Financial (Non–Deposit Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2007 is enclosed with this audit report.

**For Surana Singh Rathi And Co.**  
Chartered Accountants  
Firm Registration No.317119E

Place: Kolkata  
Date: 31<sup>st</sup> July, 2020

**S. K. SURANA**  
(Partner)  
Membership No. 053271

## **Annexure B- to the Independent Auditor's Report**

### **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 Archistruktures Limited ("the Company") as of March 31, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

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

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

#### **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 March 31, 2020, 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).

**For Surana Singh Rath And Co.**  
Chartered Accountants  
Firm Registration No.317119E

**S. K. SURANA**  
(Partner)  
Membership No. 053271

Place: Kolkata  
Date: 31<sup>st</sup> July, 2020

## BALANCE SHEET AS AT 31ST MARCH 2020

(Amount in Rs.)

	Particulars	Note No.	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
	<b>ASSETS</b>				
(1)	<b>Financial Assets</b>				
(a)	Cash and cash equivalents	3	1,77,31,087.33	64,64,018.22	19,11,934.73
(b)	Bank balance other than (a) above	-	-	-	-
(c)	Derivative financial instruments	-	-	-	-
(d)	Receivables				
	(I) Trade Receivables	-	-	-	-
	(II) Other Receivables	-	-	-	-
(e)	Loans	4	9,53,51,025.00	9,75,55,500.00	7,87,02,750.00
(f)	Investments	5	9,17,74,921.15	11,20,60,181.61	12,35,52,532.91
(g)	Other financial assets	6	7,800.00	13,500.00	24,500.00
	<b>Total Financial Assets</b>		<b>20,48,64,833.48</b>	<b>21,60,93,199.83</b>	<b>20,41,91,717.64</b>
(2)	<b>Non-Financial Assets</b>				
(a)	Inventories	-	-	-	-
(b)	Current tax assets (Net)	-	-	-	-
(c)	Deferred tax assets (Net)	7	31,82,985.00	8,00,093.00	15,39,772.00
(d)	Investment Property	-	-	-	-
(e)	Biological assets other than bearer plants	-	-	-	-
(f)	Property, Plant and Equipment	8	20,23,907.56	23,99,186.56	27,36,439.56
(g)	Capital work-in-progress	-	-	-	-
(h)	Intangible assets under development	-	-	-	-
(i)	Goodwill	-	-	-	-
(j)	Other Intangible assets	-	-	-	-
(k)	Other non-financial assets	9	90,503.70	91,279.80	91,352.00
	<b>Total Non-Financial Assets</b>		<b>52,97,396.26</b>	<b>32,90,559.36</b>	<b>43,67,563.56</b>
	<b>Total Assets</b>		<b>21,01,62,229.74</b>	<b>21,93,83,759.19</b>	<b>20,85,59,281.20</b>
	<b>LIABILITIES AND EQUITY</b>				
	<b>LIABILITIES</b>				
(1)	<b>Financial Liabilities</b>				
(a)	Derivative financial instruments	-	-	-	-
(b)	Payables				
	(I) Trade Payables				
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-	-
	(II) Other Payables				
	(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	-	-
(c)	Debt Securities	-	-	-	-
(d)	Borrowings (Other than Debt Securities)	-	-	-	-
(e)	Deposits	-	-	-	-
(f)	Subordinated Liabilities	-	-	-	-
(g)	Other financial liabilities	10	43,517.00	30,707.00	40,706.00
	<b>Total Financial Liabilities</b>		<b>43,517.00</b>	<b>30,707.00</b>	<b>40,706.00</b>
(2)	<b>Non-Financial Liabilities</b>				
(a)	Current tax liabilities (Net)	11	1,98,370.00	2,00,400.00	1,59,505.00
(b)	Provisions	-	-	-	-
(c)	Deferred tax liabilities (Net)	12	-	-	-
(d)	Other non-financial liabilities	13	53,120.00	5,050.00	3,650.00
	<b>Total Non-Financial Liabilities</b>		<b>2,51,490.00</b>	<b>2,05,450.00</b>	<b>1,63,155.00</b>
(3)	<b>EQUITY</b>				
(a)	Equity Share Capital	14	5,01,00,000.00	5,01,00,000.00	5,01,00,000.00
(b)	Other Equity	15	15,97,67,222.74	16,90,47,602.19	15,82,55,420.20
	<b>Total Equity</b>		<b>20,98,67,222.74</b>	<b>21,91,47,602.19</b>	<b>20,83,55,420.20</b>
	<b>Total Liabilities and Equity</b>		<b>21,01,62,229.74</b>	<b>21,93,83,759.19</b>	<b>20,85,59,281.20</b>

The accompanying notes are an integral part of the financial statements.

In terms of our report of even date

For, Surana Singh Rathi And Co.

Chartered Accountants

Firm Registration No. : 317119E

For and on behalf of the Board of Directors

(Danmal Porwal)

(Rakesh Porwal)

Chairman cum Managing Director

Director

DIN 00581351

DIN 00495444

(S.K.Surana)

Partner

Membership No.053271

Place : Kolkata

Dated : 31st July 2020

(Annu Chandak)

(Sunny Jain)

Company Secretary

Chief Financial Officer

DYNAMIC ARCHISTRUCTURES LIMITED		409, Swaika Centre, 4A, Pollock Street, Kolkata (W.B.) 700001		
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED ON 31ST MARCH 2020				
(Amount in Rs.)				
	Particulars	Note No.	For the year ended on 31st March 2020	For the year ended on 31st March 2019
(I)	Revenue from operations			
(i)	Interest Income	16	1,57,57,733.00	1,41,70,523.00
(ii)	Dividend Income	17	62,500.00	90,000.00
(iii)	Rental Income	-	-	-
(iv)	Fees and commission income	-	-	-
(v)	Net gain on fair value changes	18	-	61,45,601.79
(vi)	Net gain on derecognition of financial instruments under amortised cost category	-	-	-
(vii)	Sale of products (including Excise Duty)	-	-	-
(viii)	Sale of services	-	-	-
(ix)	Others	-	-	-
	Total Revenue from operations		1,58,20,233.00	2,04,06,124.79
(II)	Other income	19	-	9,779.00
(III)	Total Income (I+II)		1,58,20,233.00	2,04,15,903.79
(IV)	Expenses			
(i)	Finance Costs	-	-	-
(ii)	Fees and commission expense	20	9,44,663.00	9,33,165.00
(iii)	Net loss on fair value changes	18	1,67,59,852.17	-
(iv)	Net loss on derecognition of financial instruments under amortised cost category	-	-	-
(v)	Impairment on financial instruments	21	3,45,475.00	48,250.00
(vi)	Cost of materials consumed	-	-	-
(vii)	Purchases of Stock-in-trade	-	-	-
(viii)	Changes in Inventories of finished goods, stock-in-trade and work-in progress	-	-	-
(ix)	Employee Benefits Expenses	22	52,47,771.00	37,52,171.00
(x)	Depreciation, amortization and impairment	10	3,75,279.00	3,84,253.00
(xi)	Other expenses	23	14,39,506.28	16,33,442.80
	Total Expenses (IV)		2,51,12,546.45	67,51,281.80
(V)	Profit / (loss) before exceptional items and tax (III-IV)		(92,92,313.45)	1,36,64,621.99
(VI)	Exceptional items		-	-
(VII)	Profit / (loss) before tax (V-VI)		(92,92,313.45)	1,36,64,621.99
(VIII)	Tax Expense			
(1)	Current Tax		23,70,958.00	21,32,761.00
(2)	Deferred Tax		(23,82,892.00)	7,39,679.00
(IX)	Profit / (loss) for the period from continuing operations (VII-VIII)		(92,80,379.45)	1,07,92,181.99
(X)	Profit / (loss) from discontinued operations		-	-
(XI)	Tax Expenses of discontinued operations		-	-
(XII)	Profit / (loss) from discontinued operations (After tax) (X-XI)		-	-
(XIII)	Profit / (loss) for the period ((IX+XII)		(92,80,379.45)	1,07,92,181.99
(XIV)	Other Comprehensive Income			
(A)	(i) Items that will not be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
	Sub-total (A)		-	-
(B)	(i) Items that will be reclassified to profit or loss		-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss		-	-
	Sub-total (B)		-	-
	Other Comprehensive Income (A+B)		-	-
(XV)	Total Comprehensive Income for the period ((XIII+XIV)		(92,80,379.45)	1,07,92,181.99
(XVI)	Earning per equity share (for continuing operations)			
	Basic		(1.85)	2.15
	Diluted		(1.85)	2.15
(XVII)	Earning per equity share (for discontinued operations)			
	Basic		-	-
	Diluted		-	-
(XVIII)	Earning per equity share (for continuing and discontinued operations)			
	Basic		(1.85)	2.15
	Diluted		(1.85)	2.15
<div>The accompanying notes are an integral part of the financial statements. In terms of our report of even date For, Surana Singh Rathi And Co. Chartered Accountants Firm Registration No. : 317119E</div> <div>(S.K.Surana) Partner Membership No.053271 Place : Kolkata Dated : 31st July 2020</div> <div>For and on behalf of the Board of Directors  (Danmal Porwal) Chairman cum Managing Director DIN 00581351  (Rakesh Porwal) Director DIN 00495444  (Annu Chandak) Company Secretary  (Sunny Jain) Chief Financial Officer</div>				

DYNAMIC ARCHISTRUCTURES LIMITED						
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED ON 31ST MARCH 2020						
(A) Equity Share Capital (Refer Note No.14)						
(Amount in Rs.)						
Particulars	As at 31st March 2020		As at 31st March 2019		As at 01st April 2018	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
Balance at the beginning of the reporting period	50,10,000	5,01,00,000.00	50,10,000	5,01,00,000.00	50,10,000	5,01,00,000.00
Changes in equity share capital during the year	-	-	-	-	-	-
Balance at the end of the reporting period	50,10,000	5,01,00,000.00	50,10,000	5,01,00,000.00	50,10,000	5,01,00,000.00
(B) Other Equity (Refer Note No.15)						
Particulars	Reserves and Surplus			Other Comprehensive Income	Total	
	Statutory reserve under section 45IC(1) of RBI Act 1934	General Reserves	Profit & Loss Account			
Balance as at 01st April 2018	70,46,154.00	13,99,77,042.99	-	-	14,70,23,196.99	
Ind AS adjustment on transition (net of taxes)	-	-	1,12,32,223.21	-	1,12,32,223.21	
Restated balance at the beginning of the reporting period	70,46,154.00	13,99,77,042.99	1,12,32,223.21	-	15,82,55,420.20	
Received during the year	21,73,180.00	86,92,719.02	1,07,92,181.99	-	2,16,58,081.01	
Utilised during the year	-	-	1,08,65,899.02	-	1,08,65,899.02	
Balance as at 31st March 2019	92,19,334.00	14,86,69,762.01	1,11,58,506.18	-	16,90,47,602.19	
Received during the year	-	-2,89,322.27	-92,80,379.45	-	-95,69,701.72	
Utilised during the year	-	-	-2,89,322.27	-	-2,89,322.27	
Balance as at 31st March 2020	92,19,334.00	14,83,80,439.74	21,67,449.00	-	15,97,67,222.74	
Nature & component of equity :						
Statutory Reserve Fund under section 45-IC(1) of Reserve Bank of India Act, 1934 :						
This reserve fund had been created in compliance with section 45-IC(1) of The Reserve Bank of India Act, 1934 which requires every non banking finance company to create a reserve fund and transfer therein a sum not less than twenty percent of its net profit every year as disclosed in the profit and loss account and before declaration of any dividend.						
The accompanying notes are an integral part of the financial statements.						
In terms of our report of even date						
For, Surana Singh Rathi And Co.				For and on behalf of the Board of Directors		
Chartered Accountants						
Firm Registration No. : 317119E						
				(Danmal Porwal)	(Rakesh Porwal)	
				Chairman cum Managing Director	Director	
				DIN 00581351	DIN 00495444	
(S.K.Surana)						
Partner						
Membership No.053271						
Place : Kolkata						
Dated : 31st July 2020				(Annu Chandak)	(Sunny Jain)	
				Company Secretary	Chief Financial Officer	

DYNAMIC ARCHISTRUCTURES LIMITED		409, Swaika Centre, 4A, Pollock Street, Kolkata (W.B.) 700001		
STATEMENT OF CASH FLOW FOR THE YEAR ENDED ON 31.03.2020				
(Amount in Rs.)				
Particulars	For the year ended on 31.03.2020		For the year ended on 31.03.2019	
	Amount	Amount	Amount	Amount
<b>A. Cash flow from operating activities:</b>				
Profit before tax		(92,92,313.45)		1,36,64,621.99
<b><u>Adjustment for</u></b>				
Depreciation, amortization and impairment	3,75,279.00		3,84,253.00	
Dividend income	(62,500.00)		(90,000.00)	
Net gain on fair value changes				
Realised	(35,28,498.95)		(54,61,066.82)	
Unrealised	2,02,88,351.12		(6,84,534.97)	
Impairment on financial instruments	3,45,475.00		48,250.00	
Other non operating income	-		(9,779.00)	
		1,74,18,106.17		(58,12,877.79)
<b>Operating profit before working capital change</b>		<b>81,25,792.72</b>		<b>78,51,744.20</b>
<b><u>Adjustment for</u></b>				
(Increase) / Decrease in trade receivables	-		-	
(Increase) / Decrease in loans	18,59,000.00		(1,89,01,000.00)	
(Increase) / Decrease in other financial assets	5,700.00		11,000.00	
(Increase) / Decrease in other non-financial assets	776.10		72.20	
Increase / (Decrease) in other financial liabilities	12,810.00		(9,999.00)	
Increase / (Decrease) in other non-financial liabilities	48,070.00		1,400.00	
		19,26,356.10		(1,88,98,526.80)
<b>Cash generation from Operations</b>		<b>1,00,52,148.82</b>		<b>(1,10,46,782.60)</b>
Taxes paid		(23,72,988.00)		(20,91,866.00)
<b>Net cash from operating activities</b>		<b>76,79,160.82</b>		<b>(1,31,38,648.60)</b>
<b>B. Cash flow from investing activities</b>				
Dividend income	62,500.00		90,000.00	
Net gain on fair value changes	(1,67,59,852.17)		61,45,601.79	
Other non operating income	-		9,779.00	
Purchase of property, plant and equipment	-		(47,000.00)	
(Increase) / Decrease in investments	2,02,85,260.46		1,14,92,351.30	
<b>Net cash used in investing activities</b>		<b>35,87,908.29</b>		<b>1,76,90,732.09</b>
<b>C.Cash flow from financing activities</b>				
<b>Net cash from financing activities</b>		-		-
<b>Net increase / decrease in cash and cash equivalents</b>		<b>1,12,67,069.11</b>		<b>45,52,083.49</b>
<b>Cash &amp; cash equivalents at the beginning of the year</b>	64,64,018.22		19,11,934.73	
<b>Cash &amp; cash equivalents as at end of the year</b>	1,77,31,087.33		64,64,018.22	
		<b>(1,12,67,069.11)</b>		<b>(45,52,083.49)</b>
In terms of our report of even date				
For, Surana Singh Rathi And Co.		For and on behalf of the Board of Directors		
Chartered Accountants				
Firm Registration No. : 317119E				
		(Danmal Porwal)	(Rakesh Porwal)	
		Chairman cum Managing Director	Director	
		DIN 00581351	DIN 00495444	
(S.K.Surana)				
Partner				
Membership No.053271				
Place : Kolkata		(Annu Chandak)	(Sunny Jain)	
Dated : 31st July 2020		Company Secretary	Chief Financial Officer	

**Notes forming part of Financial Statement for the year ending 31st March 2020****1. Company overview/Corporate information:**

Dynamic Archistructures Limited ('the Company') is a public limited company and incorporated under the provisions of Companies Act. The Company is a non-deposit accepting Non-Banking Financial Company ('NBFC-ND') and is registered as a Non-deposit taking Non-Banking Financial Company ('NBFC-ND') with the Reserve Bank of India ("RBI") in July 1998. The Company has been categorized as Non-Systemically Important Non Deposit Taking Non-banking Financial Company having asset size below Rs. 500.00 crores as per Systemically Important Non-Banking Financial (Non-Deposit Accepting or Holding) companies prudential norms (Reserve Bank) Directions, 2015 of Reserve Bank of India. The main business activity of the Company is to carry on the business of finance and investment in mutual funds, shares, debentures, stock, bonds and securities of all kinds and other businesses generally carried on by the finance and investment companies. The company is domiciled in India and has its registered office at Kolkata, West Bengal, India. The CIN of the Company is L45201WB1996PLC077451 and RBI Registration no. is B-05.02752. The Company has its primary listings on the BSE Limited.

**2 Basis of preparation of financial statements****Statement of compliance**

The Financial statements of the Company comply with all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The financial statements for the year ended 31 March 2020 are the first financials with comparatives, prepared under Ind AS. For all previous accounting years, the Company had prepared its financial statements in accordance with the accounting standards notified under companies (Accounting Standard) Rule, 2006 (as amended) and other relevant provisions of the Act (hereinafter referred to as 'Previous GAAP') used for its statutory reporting requirement in India.

The transition to Ind AS has been carried out from the accounting principles generally accepted in India ("Indian GAAP"), which is considered as the "Previous GAAP" for purposes of Ind AS 101. An explanation of how the transition to Ind AS has affected the Company's equity and its net profit is provided in Note 32.

These financial statements are the first financial statements of the Company under Ind AS.

**Functional and presentation currency**

These financial statements are presented in Indian rupees, which is also the Company's functional currency.

**Basis of measurement**



The financial statements have been prepared on a historical cost basis, except for the following:

- Certain financial assets that are measured at fair value;

## **2A Use of estimates**

The preparation of the financial statements in accordance with Ind AS requires use of judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

Assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment in the year ended 31 March 2020 are as follows:

### **a. Property, plant and equipment**

Determination of the estimated useful lives of tangible assets and the assessment as to which components of the cost may be capitalised. Useful lives of tangible assets are based on the life prescribed in Schedule II of the Act. In cases, where the useful lives are different from that prescribed in Schedule II, they are based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers' warranties and maintenance support.

### **b. Recognition of deferred tax assets**

Deferred tax assets are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unutilized business loss and depreciation carry forwards and tax credits. Deferred tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, depreciation carry forwards and unused tax credits could be utilised.

## **Measurement of fair values**

The Company's accounting policies and disclosures require the measurement of fair values, for both financial and nonfinancial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values, which includes overseeing all significant fair value measurements, including Level 3 fair values by the management. The management regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the management assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which such valuations should be classified.

When measuring the fair value of a financial asset or a financial liability, the Company uses observable market data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

## **2B Significant accounting policies:**

The accounting policies set out below have been applied consistently to the periods presented in the financial statements.

### **a. Revenue from contracts with customers:**

#### **(i) Interest Income**

Interest income is recognized by applying (EIR) to the gross carrying amount of financial assets other than credit-impaired assets and financial assets classified as measured at FVTPL, taking into account the amount outstanding and the applicable interest rate. Interest income is recognized on non-performing assets at net of ECL.

The EIR is computed

- As the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial asset to the gross carrying amount of a financial asset
- By considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) in estimating the cash flows
- Including all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premiums or discounts.

Any subsequent changes in the estimation of the future cash flows are recognized in interest income with the corresponding adjustment to the carrying amount of the assets.

#### **(ii) Dividend Income**

Dividend income is recognized when the right to receive the payment is established.

#### **(iii) Fees & Commission Income**

Fees and commissions are recognized when the Company satisfies the performance obligation, at fair value of the consideration received or receivable based on a five-step model as set out below, unless included in the effective interest calculation:

**Step 1: Identify contract(s) with a customer:** A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

**Step 2: Identify performance obligations in the contract:** A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

**Step 3: Determine the transaction price:** The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognize revenue when (or as) the Company satisfies a performance obligation.

**(iv) Net gain on fair value changes**

Any differences between the fair values of financial assets classified as FVTPL held by the Company on the balance sheet date is recognized as an unrealized gain / loss. In cases there is a net gain in the aggregate, the same is recognized in “Net gains on fair value changes” under Revenue from operations and if there is a net loss the same is disclosed as “Net loss on fair value changes” under Expenses in the Statement of Profit and Loss.

Similarly, any realized gain or loss on sale of financial instruments measured at FVTPL and debt instruments measured at FVOCI is recognized in net gain / loss on fair value changes.

However, Net gain / loss on derecognition of financial instruments classified as amortised cost is presented separately under the respective head in the Statement of Profit and Loss.

**b. Property, plant and equipment and depreciation**

i. Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any. Cost includes taxes, duties, freight and other incidental expenses directly related to acquisition/construction and installation of the assets. Any trade discounts and rebates are deducted in arriving at the purchase price.

ii. Subsequent expenditure related to an item of tangible assets are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

iii. Capital work-in-progress includes fixed assets not ready for their intended use and related incidental expenses and attributable interest.

iv. The estimated useful life of assets are as follows:

Building (Office premises) 60 years

Furniture & fittings (Office furniture) 10 years

Motor vehicles (Motor car) 8 years

Office equipments (Office equipment) 5 years

Computer and data processing units (Computers) 3 years

Depreciation on tangible assets has been provided on Straight Line Method. Depreciation is provided on a pro-rata basis, i.e. from the date on which asset is ready for use.

Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

v. An item of property, plant and equipment is eliminated from the financial statements on disposal or when no further benefit is expected from its use and disposal. Gains / losses arising from disposal are recognized in the Statement of Profit and Loss.

**c. Impairment of Property, plant and equipments**

The carrying values of assets at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceeds the estimated recoverable amount, an impairment is recognized for such excess amount. The impairment loss is recognized as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognized for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognized in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognized.

#### **d. Inventories**

i. Stock in trade is valued at lower of cost and net reliable value.

#### **e. Employee benefits**

i. Employee benefits payable wholly within twelve months of receiving employees services are classified as short-term employee benefits. The short term employee benefits are accounted on undiscounted basis during the accounting period based on services rendered by employees.

#### **f. Income taxes**

Income tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income tax law), deferred tax charge or credit (reflecting the tax effects of timing differences between accounting income and taxable income for the period).

#### **Current tax**

Current tax is computed and provided for in accordance with the applicable provisions of the Income Tax Act, 1961.

#### **g. Deferred tax**

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. 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 utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognized deferred tax assets are reassessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax relating to items recognized outside profit or loss is recognized outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognized in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation.

Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. Such asset is reviewed at each Balance Sheet date and the carrying amount of the MAT credit asset is written down to the extent there is no longer a convincing evidence to the effect that the company will pay normal income tax during the specified period.

#### **h. Borrowing costs**

Borrowing costs incurred on constructing or acquiring a qualifying asset is capitalized as cost of that asset until it is ready for its intended use. A qualifying asset is an asset that necessarily takes a substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue and recognized as an expense in the Statement of Profit and Loss.

#### **i. Provisions and contingencies**

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows 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.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but will probably not, require an outflow of resources. When there is a possible obligation of a present obligation in respect of which the likelihood of outflow of resources is remote, no provision disclosure is made.

#### **j. Cash and cash equivalents**

Statement of cash flows is prepared in accordance with the indirect method prescribed in the relevant Accounting Standard. For the purpose of presentation in the Statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. However, Bank overdrafts are shown within borrowings in current liabilities in the balance sheet for the purpose of presentation.

#### **k. Financial Instruments**

## **a. Financial assets**

### **i. Recognition and initial measurement**

Trade receivables and debt instruments issued are initially recognized when they are originated. All other financial assets are initially recognized when the Company becomes a party to the contractual provisions of the instrument.

A financial asset is initially measured at fair value. In the case of financial assets which are recognized at fair value through profit and loss (FVTPL), the transaction costs are recognized in the statement of profit and loss. In other cases, the transaction costs are attributed to the acquisition value of the financial asset.

### **ii. Classification**

On initial recognition, a financial asset is classified as measured at

- amortised cost; or
- fair value through profit or loss (FVTPL); or
- fair value through other comprehensive income (FVOCI) - debt investment or equity investment

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.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect 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 on the principal amount outstanding.

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in OCI (designated as FVOCI – equity investment). This election is made on an investment-by-investment basis.

All financial assets not classified as measured at amortised cost or FVOCI as described above are measured at FVTPL. This includes all derivative financial assets. On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortised cost or at FVOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Financial assets that are held for trading or are managed and whose performance is evaluated on a fair value basis are measured at FVTPL.

### **iii Subsequent measurement and gains and losses**

Financial assets at FVTPL

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in profit or loss.

#### Financial assets at amortised cost

These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in profit or loss. Any gain or loss on derecognition is recognized in profit or loss.

#### Debt investments at FVOCI

These assets are subsequently measured at fair value. Interest income under the effective interest method, foreign exchange gains and losses and impairment are recognized in profit or loss. Other net gains and losses are recognized in OCI. On derecognition, gains and losses accumulated in OCI are reclassified to profit or loss.

#### Equity investments at FVOCI

These assets are subsequently measured at fair value. Dividends are recognized as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognized in OCI and are not reclassified to profit or loss.

### **iv. Derecognition**

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

### **v. Impairment of financial assets**

In accordance with Ind AS 109, the company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- i. Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, and bank balance.
- ii. Trade receivables.

The application of simplified approach does not require the company to track changes in credit risk. Rather it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

### **b. Financial liabilities**

#### **i. Recognition and initial measurement**

All financial liabilities are initially recognized when the Company becomes a party to the contractual provisions of the instrument.

A financial liability is initially measured at fair value. In the case of financial liabilities which are recognized at fair value through profit and loss (FVTPL), the transaction costs are recognized in the statement of profit and loss. In other cases, the transaction costs are attributed to the acquisition or issue of financial liability.

## **ii Classification, subsequent measurement and gains and losses**

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at 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 amortised cost using the effective interest 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.

## **iii. Derecognition**

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire.

The Company also derecognizes a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognized at fair value. The difference between the carrying amounts of the financial liability extinguished and the new financial liability with modified terms is recognized in profit or loss.

## **iv. Offsetting**

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

## **l. Share capital and share premium**

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in equity as a deduction net of tax from the proceeds. Par value of the equity share is recorded as share capital and the amount received in excess of the par value is classified as share premium.

## **m. Dividend Distribution to equity shareholders**

The Company recognizes a liability to make cash distributions to equity holders when the distribution is authorized and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorized when it is approved by the shareholders. A corresponding amount is recognized directly in other equity along with any tax thereon.



#### **n. Foreign Currency Transactions**

The Financial Statements of Company are presented in INR, which is also its functional currency. In preparing the Financial Statements, transactions in currencies other than the entity's functional currency are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are translated at the rates prevailing at that date. Non-monetary items denominated in foreign currency are reported at the exchange rate ruling on the date of transaction. Exchange differences on monetary items are recognized in the Statement of Profit & Loss in the period in which they arise.

**DYNAMIC ARCHISTRUCTURES LIMITED****NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2020****Note 3 : Cash and cash equivalents**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
Cash on hand	72,840.54	56,219.54	82,473.54
Balance with IDBI Bank, Bhilai (Current Account)	1,71,19,700.37	62,29,464.76	16,71,667.87
Balance with IDBI Bank, Kolkata (Current Account)	5,38,546.42	1,78,333.92	1,57,793.32
<b>Total</b>	<b>1,77,31,087.33</b>	<b>64,64,018.22</b>	<b>19,11,934.73</b>

**Note 4 : Loans**

The Company has categorised all loans at Amortised Cost in accordance with the requirements of Ind AS 109.

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
(A) Loans			
Term loan	10,31,42,000.00	10,50,01,000.00	8,86,00,000.00
Less : Impairment loss allowance	77,90,975.00	74,45,500.00	98,97,250.00
<b>Total (A)</b>	<b>9,53,51,025.00</b>	<b>9,75,55,500.00</b>	<b>7,87,02,750.00</b>
(B) Security Details			
Unsecured	10,31,42,000.00	10,50,01,000.00	8,86,00,000.00
Less : Impairment loss allowance	77,90,975.00	74,45,500.00	98,97,250.00
<b>Total (B)</b>	<b>9,53,51,025.00</b>	<b>9,75,55,500.00</b>	<b>7,87,02,750.00</b>
(C) (1) Loans in India			
Others	10,31,42,000.00	10,50,01,000.00	8,86,00,000.00
Less : Impairment loss allowance	77,90,975.00	74,45,500.00	98,97,250.00
<b>Total (C)(1)</b>	<b>9,53,51,025.00</b>	<b>9,75,55,500.00</b>	<b>7,87,02,750.00</b>
(C) (2) Loans outside India			
Others	-	-	-
Less : Impairment loss allowance	-	-	-
<b>Total (C)(1)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total (C)(1) and (C)(2)</b>	<b>9,53,51,025.00</b>	<b>9,75,55,500.00</b>	<b>7,87,02,750.00</b>

**DYNAMIC ARCHISTRUCTURES LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2020**

**Note 5 : Investments**

(Amount in Rs.)

Particulars	Amortised Cost	At Fair Value				Others	Total
		FVTOCI	FVTPL	Designated at FVTPL	Sub-Total		
<b>Investments in India as at 31st March 2020</b>							
Mutual funds	-	-	9,07,55,046.15	-	9,07,55,046.15	-	9,07,55,046.15
Equity instruments	-	-	10,19,875.00	-	10,19,875.00	-	10,19,875.00
<b>Total</b>	<b>-</b>	<b>-</b>	<b>9,17,74,921.15</b>	<b>-</b>	<b>9,17,74,921.15</b>	<b>-</b>	<b>9,17,74,921.15</b>
<b>Investments in India as at 31st March 2019</b>							
Mutual funds	-	-	11,04,65,306.61	-	11,04,65,306.61	-	11,04,65,306.61
Equity instruments	-	-	15,94,875.00	-	15,94,875.00	-	15,94,875.00
<b>Total</b>	<b>-</b>	<b>-</b>	<b>11,20,60,181.61</b>	<b>-</b>	<b>11,20,60,181.61</b>	<b>-</b>	<b>11,20,60,181.61</b>
<b>Investments in India as at 31st March 2018</b>							
Mutual funds	-	-	12,15,95,032.91	-	12,15,95,032.91	-	12,15,95,032.91
Equity instruments	-	-	19,57,500.00	-	19,57,500.00	-	19,57,500.00
<b>Total</b>	<b>-</b>	<b>-</b>	<b>12,35,52,532.91</b>	<b>-</b>	<b>12,35,52,532.91</b>	<b>-</b>	<b>12,35,52,532.91</b>

**Note 6 : Other financial assets**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
Advance to employees	-	13,000.00	24,000.00
Security deposits	7,800.00	500.00	500.00
<b>Total</b>	<b>7,800.00</b>	<b>13,500.00</b>	<b>24,500.00</b>

**Note 7 : Deferred tax assets (Net)**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
Deferred tax assets	31,82,985.00	8,00,093.00	(1,51,979.00)
Ind AS adjustment on transition			16,91,751.00
<b>Total</b>	<b>31,82,985.00</b>	<b>8,00,093.00</b>	<b>15,39,772.00</b>

**DYNAMIC ARCHITECTURES LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2020**

**Note 8 : Property, Plant & Equipment**

(Amount in Rs.)

Particulars	Gross Block					Accumulated Depreciation				Net Carrying Value as at 31.03.2020
	Opening Balance as at 01.04.2019	Additions / Adjustments	Deletions	Written off during the year	Closing Balance as at 31.03.2020	Opening Balance as at 01.04.2019	Depreciation / Amortisation for the year	Deletions / Adjustments	Closing Balance as at 31.03.2020	
(A) Buildings										
(i) Office Premises	6,08,682.00	-	-	-	6,08,682.00	13,718.00	13,718.00	-	27,436.00	5,81,246.00
(B) Furniture & Fixtures										
(i) Office Furniture	23,921.00	-	-	-	23,921.00	1,824.00	1,824.00	-	3,648.00	20,273.00
(C) Vehicles										
(i) Motor Car	19,78,606.61	-	-	-	19,78,606.61	3,19,370.00	3,19,370.00	-	6,38,740.00	13,39,866.61
(D) Office Equipments										
(i) Office Equipments	1,45,387.00	-	-	-	1,45,387.00	35,698.00	39,199.00	-	74,897.00	70,490.00
(E) Computers & Data Processing Units										
(i) Computers	26,842.95	-	-	-	26,842.95	13,643.00	1,168.00	-	14,811.00	12,031.95
<b>Total</b>	<b>27,83,439.56</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>27,83,439.56</b>	<b>3,84,253.00</b>	<b>3,75,279.00</b>	<b>-</b>	<b>7,59,532.00</b>	<b>20,23,907.56</b>
Particulars	Gross Block					Accumulated Depreciation				Net Carrying Value as at 31.03.2019
	Opening Balance as at 01.04.2018	Additions / Adjustments	Deletions	Written off during the year	Closing Balance as at 31.03.2019	Opening Balance as at 01.04.2018	Depreciation / Amortisation for the year	Deletions / Adjustments	Closing Balance as at 31.03.2019	
(A) Buildings										
(i) Office Premises	6,08,682.00	-	-	-	6,08,682.00	-	13,718.00	-	13,718.00	5,94,964.00
(B) Furniture & Fixtures										
(i) Office Furniture	23,921.00	-	-	-	23,921.00	-	1,824.00	-	1,824.00	22,097.00
(C) Vehicles										
(i) Motor Car	19,78,606.61	-	-	-	19,78,606.61	-	3,19,370.00	-	3,19,370.00	16,59,236.61
(D) Office Equipments										
(i) Office Equipments	98,387.00	47,000.00	-	-	1,45,387.00	-	35,698.00	-	35,698.00	1,09,689.00
(E) Computers & Data Processing Units										
(i) Computers	26,842.95	-	-	-	26,842.95	-	13,643.00	-	13,643.00	13,199.95
<b>Total</b>	<b>27,36,439.56</b>	<b>47,000.00</b>	<b>-</b>	<b>-</b>	<b>27,83,439.56</b>	<b>-</b>	<b>3,84,253.00</b>	<b>-</b>	<b>3,84,253.00</b>	<b>23,99,186.56</b>

Note : The Company has availed the deemed cost exemption in relation to the property, plant & equipment on the date of transition i.e.01.04.2018 and hence the net block carrying amount has been considered as the gross block carrying amount on that date.

**DYNAMIC ARCHISTRUCTURES LIMITED**
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2020**
**Note 9 : Other non-financial assets**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
Cersai - Wallet Balance	970.70	986.80	-
Court fees	71,800.00	71,800.00	71,800.00
Prepaid expenses	2,567.00	2,567.00	2,567.00
Prepaid insurance	15,166.00	15,923.00	16,985.00
Shark advertising private limited	-	3.00	-
<b>Total</b>	<b>90,503.70</b>	<b>91,279.80</b>	<b>91,352.00</b>

**Note 10 : Other financial liabilities**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
Liabilities for expenses	2,487.00	1,407.00	11,406.00
MCS share transfer agent limited	2,950.00	-	-
Satish Das Vaishnav, Durg	10,000.00	5,000.00	5,000.00
Surana Singh Rathii And Co. Kolkata	28,080.00	24,300.00	24,300.00
<b>Total</b>	<b>43,517.00</b>	<b>30,707.00</b>	<b>40,706.00</b>

**Note 11 : Current tax liabilities (net)**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
<b>Assessment year 2020-21</b>			
Provision for income tax	23,75,000.00	-	-
Less : Advance income tax	15,00,000.00	-	-
Less : Tax deducted at source	7,38,780.00	-	-
<b>Net amount</b>	<b>1,36,220.00</b>	<b>-</b>	<b>-</b>
<b>Assessment year 2019-20</b>			
Provision for income tax	-	21,60,000.00	-
Less : Advance income tax	-	14,00,000.00	-
Less : Tax deducted at source	-	6,23,267.00	-
<b>Net amount</b>	<b>-</b>	<b>1,36,733.00</b>	<b>-</b>
<b>Assessment year 2018-19</b>			
Provision for income tax	-	20,05,000.00	20,05,000.00
Less : Advance income tax	-	13,50,000.00	13,50,000.00
Less : Tax deducted at source	-	6,48,053.00	6,01,134.00
Less : Self assessment tax	-	5,430.00	-
<b>Net amount</b>	<b>-</b>	<b>1,517.00</b>	<b>53,866.00</b>
<b>Assessment year 2017-18</b>			
Provision for income tax	-	-	54,00,000.00
Less : Advance income tax	-	-	37,50,000.00
Less : Tax deducted at source	-	-	14,47,059.00
Less : Tax collected at source	-	-	18,152.00
Less : Self assessment tax	-	-	1,41,300.00
<b>Net amount</b>	<b>-</b>	<b>-</b>	<b>43,489.00</b>
<b>Assessment year 2010-11</b>			
Tax deducted at source	26,800.00	26,800.00	26,800.00
<b>Net amount</b>	<b>26,800.00</b>	<b>26,800.00</b>	<b>26,800.00</b>
<b>Assessment year 2009-10</b>			
Tax deducted at source	35,350.00	35,350.00	35,350.00
<b>Net amount</b>	<b>35,350.00</b>	<b>35,350.00</b>	<b>35,350.00</b>
<b>Total</b>	<b>1,98,370.00</b>	<b>2,00,400.00</b>	<b>1,59,505.00</b>

**DYNAMIC ARCHISTRUCTURES LIMITED****NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2020****Note 12 : Deferred tax liabilities (net)**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
Deferred tax liability	-	-	-
Ind AS adjustment on transition	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>

**Note 13 : Other non-financial liabilities**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
Tax deducted at source	53,120.00	5,050.00	3,650.00
<b>Total</b>	<b>53,120.00</b>	<b>5,050.00</b>	<b>3,650.00</b>

**DYNAMIC ARCHITECTURES LIMITED**
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2020**
**Note 14 : Equity Share Capital**

(Amount in Rs.)

Particulars	As at 31st March 2020		As at 31st March 2019		As at 01st April 2018	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
<b>(a) Authorised</b>						
Equity shares of Rs.10/- each	55,10,000	5,51,00,000.00	55,10,000	5,51,00,000.00	55,10,000	5,51,00,000.00
<b>(b) Issued, subscribed and fully paid-up</b>						
Equity shares of Rs.10/- each	50,10,000	5,01,00,000.00	50,10,000	5,01,00,000.00	50,10,000	5,01,00,000.00
<b>Total</b>	<b>50,10,000</b>	<b>5,01,00,000.00</b>	<b>50,10,000</b>	<b>5,01,00,000.00</b>	<b>50,10,000</b>	<b>5,01,00,000.00</b>

**Sub-note :**
**(11.1) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period :**

(Amount in Rs.)

PARTICULARS	As at 31st March 2020		As at 31st March 2019		As at 01st April 2018	
	No. of shares	Amount	No. of shares	Amount	No. of shares	Amount
Equity shares of Rs.10/- each at the beginning of the year	50,10,000	5,01,00,000.00	50,10,000	5,01,00,000.00	50,10,000	5,01,00,000.00
Fresh issue, Bonus or Other changes during the year	-	-	-	-	-	-
Equity shares of Rs.10/- each at the end of the year	50,10,000	5,01,00,000.00	50,10,000	5,01,00,000.00	50,10,000	5,01,00,000.00

**(11.2) Terms / rights attached to equity shares :**

The Company has only one class of equity shares having a face value of Rs.10/- each. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

During the year ended on 31st March 2020, no dividend was declared either interim or final (Previous year Rs.Nil including interim dividend of Rs.Nil).

In the event of liquidation of the Company, the equity shareholders will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**(11.3) Details of shareholders holding more than 5% shares in the Company :**

Name of shareholder	As at 31st March 2020		As at 31st March 2019		As at 01st April 2018	
	No. of shares	% of holding	No. of shares	% of holding	No. of shares	% of holding
Shobha Chemical Industries Private Limited, Mumbai	19,38,500	38.69%	19,38,500	38.69%	19,38,500	38.69%
Mysol Trexim Private Limited, Kolkata	3,55,000	7.09%	3,55,000	7.09%	3,55,000	7.09%
Espee Fashion Exports Private Limited, Kolkata	3,19,300	6.37%	3,19,300	6.37%	3,19,300	6.37%

As per the records of the Company, including its register of shareholders/members, the above shareholding represents both legal and beneficial ownership of shares.

There are no shares reserved for issue under options and contracts/commitments for the sale of shares or disinvestment.

There are no shares in the preceding 5 years allotted as fully paid up without payment being received in cash / bonus shares / bought back.

**DYNAMIC ARCHISTRUCTURES LIMITED****NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2020****Note 15 : Other Equity**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019	As at 01st April 2018
<b>General reserve</b>			
Opening balance	14,86,69,762.01	13,99,77,042.99	13,44,09,518.73
Add : Transferred from surplus in statement of profit & loss	-2,89,322.27	86,92,719.02	55,67,524.26
Less : Utilised / transferred during the year	-	-	-
Add : Transferred from surplus in statement of profit & loss (Transition)	-	-	-
<b>Sub total</b>	<b>14,83,80,439.74</b>	<b>14,86,69,762.01</b>	<b>13,99,77,042.99</b>
<b>Statutory reserve under section 45IC(1) of RBI Act 1934</b>			
Opening balance	92,19,334.00	70,46,154.00	56,54,273.00
Add : Additions during the year	-	21,73,180.00	13,91,881.00
<b>Sub total</b>	<b>92,19,334.00</b>	<b>92,19,334.00</b>	<b>70,46,154.00</b>
<b>Surplus in the statement of profit and loss</b>			
Balance as per last financial statement	1,11,58,506.18	1,12,32,223.21	-
Profit for the year	-92,80,379.45	1,07,92,181.99	69,59,405.26
Less : Transferred to statutory reserve u/s 45IC(1) of RBI Act 1934	-	21,73,180.00	13,91,881.00
Less : Transferred to general reserve	-2,89,322.27	86,92,719.02	55,67,524.26
Add : Ind AS adjustment on transition (net of taxes)	-	-	1,12,32,223.21
Less : Transferred to general reserve	-	-	-
<b>Sub total</b>	<b>21,67,449.00</b>	<b>1,11,58,506.18</b>	<b>1,12,32,223.21</b>
<b>Total</b>	<b>15,97,67,222.74</b>	<b>16,90,47,602.19</b>	<b>15,82,55,420.20</b>



**DYNAMIC ARCHISTRUCTURES LIMITED****NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2020****Note 16 : Interest Income**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019
Interest on loan measured at amortised cost	1,57,57,733.00	1,41,70,523.00
<b>Total</b>	<b>1,57,57,733.00</b>	<b>1,41,70,523.00</b>

**Note 17 : Dividend Income**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019
Dividend on shares	62,500.00	90,000.00
<b>Total</b>	<b>62,500.00</b>	<b>90,000.00</b>

**Note 18 : Net gain on fair value changes**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019
(A) Net gain / (loss) on financial instruments at fair value through profit or loss		
(i) On trading portfolio		
- Investments	-	-
- derivatives	-	-
- Others	-	-
(ii) On financial instruments designated at fair value through profit or loss	-	-
(B) Others (Non-trading financial instruments at FVTPL)	1,67,59,852.17	61,45,601.78
(C) Total net gain / (loss) on fair value changes	1,67,59,852.17	61,45,601.78
Fair value changes :		
- Realised	35,28,498.95	54,61,066.82
- Unrealised	(2,02,88,351.12)	6,84,534.97
(D) Total net gain / (loss) on fair value changes	(1,67,59,852.17)	61,45,601.79

**Note 19 : Other income**

(Amount in Rs.)

Particulars	As at 31st March 2020	As at 31st March 2019
Rebate & discount	-	9,779.00
<b>Total</b>	<b>-</b>	<b>9,779.00</b>

<b>DYNAMIC ARCHITECTURES LIMITED</b>		
<b>NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED ON 31ST MARCH 2020</b>		
<b>Note 20 : Fees and commission expenses</b>		
(Amount in Rs.)		
<b>Particulars</b>	<b>As at 31st March 2020</b>	<b>As at 31st March 2019</b>
Commission on loan	4,37,964.00	4,55,430.00
Financial consultancy fees	5,06,699.00	4,77,735.00
<b>Total</b>	<b>9,44,663.00</b>	<b>9,33,165.00</b>
<b>Note 21 : Impairment on financial instruments</b>		
(Amount in Rs.)		
<b>Particulars</b>	<b>As at 31st March 2020</b>	<b>As at 31st March 2019</b>
Loans measured at amortised cost	3,45,475.00	48,250.00
<b>Total</b>	<b>3,45,475.00</b>	<b>48,250.00</b>
<b>Note 22 : Employee benefits expenses</b>		
(Amount in Rs.)		
<b>Particulars</b>	<b>As at 31st March 2020</b>	<b>As at 31st March 2019</b>
Salaries and bonus	36,90,251.00	24,70,031.00
Exgratis	87,650.00	69,025.00
Directors remuneration	14,50,000.00	12,00,000.00
Staff welfare expenses	19,870.00	13,115.00
<b>Total</b>	<b>52,47,771.00</b>	<b>37,52,171.00</b>
<b>Note 23 : Other expenses</b>		
(Amount in Rs.)		
<b>Particulars</b>	<b>As at 31st March 2020</b>	<b>As at 31st March 2019</b>
Advertisement expenses	60,480.00	60,480.00
Annual custody fees	53,100.00	53,100.00
Audit expenses	4,670.00	-
Audit fees (Statutory audit)	20,650.00	17,700.00
Audit fees (Tax audit)	10,030.00	8,850.00
Bank charges	1,994.20	1,107.60
CKYC charges	16.10	193.20
Computer maintenance charges	1,200.00	-
Conveyance expenses	20,964.00	19,226.00
Donation	1,00,000.00	-
Electricity & maintenance expenses	30,813.00	28,298.00
Filing fees	4,200.00	4,200.00
Insurance charges	43,481.00	42,604.00
Interest on TDS	-	163.00
Legal & professional charges	30,165.00	31,589.00
Licence & renewals	-	2,150.00
Listing fees	3,54,000.00	2,95,000.00
Membership & subscription	5,900.00	5,900.00
Miscellaneous expenses	3,891.00	11,403.00
Motor car expenses	2,14,782.98	2,94,303.00
Municipal taxes	17,411.00	17,411.00
Office rent	25,800.00	25,800.00
Postage & telegram	21,050.00	63,151.00
Printing & stationery	1,632.00	20,252.00
Professional fees	1,33,850.00	1,25,000.00
Professional tax	2,500.00	2,500.00
Rebate & discount	9,879.00	-
Repair & maintenance (office premises)	1,99,827.00	-
Retainership fees	-	4,20,000.00
Share transfer management fees	20,871.00	20,679.00
Telephone expenses	4,479.00	15,136.00
Travelling & conveyance	36,736.00	42,113.00
Website formation & maintenance expenses	5,134.00	5,134.00
<b>Total</b>	<b>14,39,506.28</b>	<b>16,33,442.80</b>
<b>Disclosure of payment to auditors</b>		
(Amount in Rs.)		
<b>Particulars</b>	<b>As at 31st March 2020</b>	<b>As at 31st March 2019</b>
Audit fees	20,650.00	17,700.00
Tax audit fees	10,030.00	8,850.00
Other services	13,570.00	4,425.00
<b>Total</b>	<b>44,250.00</b>	<b>30,975.00</b>

## 24. Segment Reporting - Disclosures under Ind AS 108 - “Operating Segment”:

The Company operates mainly in the business segment of fund based financing activity. All other activities revolve around the main business. Further, all activities are carried out within India. As such, there are no separate reportable segments as per the provisions of IND AS 108 on ‘Operating Segments’.

## 25. Earnings per share (EPS)

Basic 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 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.

In accordance with IND AS - 33 Earnings per share, the computation of earnings per share is set out below:

### I. Profit attributable to equity holders

Particulars	31 <sup>st</sup> March 2020	31 <sup>st</sup> March 2019
Profit attributable to equity holders	(9280379.45)	10792181.99

### II. Weighted average number of ordinary shares

Particulars	31 <sup>st</sup> March 2020	31 <sup>st</sup> March 2019
Issued ordinary shares at 01 <sup>st</sup> April	5010000	5010000
Effect of fresh issue of shares for cash	-	-
Weighted average number of shares at 31 <sup>st</sup> March for basic earnings per share	5010000	5010000
Effect of exercise of share options	-	-
Weighted average number of shares at 31 <sup>st</sup> March for diluted earnings per share	5010000	5010000

### III. Basic and diluted earnings per share

Particulars	31 <sup>st</sup> March 2020	31 <sup>st</sup> March 2019
Basic earnings per share	(1.85)	2.15
Diluted earnings per share	(1.85)	2.15

26. The Company believes that no impairment of assets arises during the year as required under IND AS 36 “Impairment of Assets”

## 27. Contingent liabilities:

Contingent liabilities Rs. Nil (Previous year Rs. Nil).

28. Based on the intimation received by the Company, none of the suppliers have confirmed to be registered under “The Micro, Small and Medium Enterprises Development (‘MSMED’) Act, 2006”. Accordingly, no disclosures relating to amounts unpaid as at the year end together with interest paid / payable are required to be furnished.

29. In the opinion of the Management, the Current Assets, Loans & Advances are realizable in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet. The provision for all known liabilities is adequate and not in excess of the amount reasonably necessary.

## 30. Income taxes

### Tax expense

a. Amount recognised in profit and loss	Year ended 31 <sup>st</sup> March 2020	Year ended 31 <sup>st</sup> March 2019
Current income tax	2370958	2132761
Changes in estimate related to prior period	-	-
	2370958	2132761
Deferred income tax liability / (assets), net		
Origination and reversal of temporary differences	(2382892)	739679
Deferred tax expenses	(2382892)	739679
Tax expenses for the year	(11934)	2872440

b. Reconciliation of effective tax rate	Year ended 31 <sup>st</sup> March 2020	Year ended 31 <sup>st</sup> March 2019
Profit before tax	(9292313.45)	13664621.99
Tax using the company's domestic tax rate	(2585121)	3801498
Tax effect of others	2573187	(929060)
Tax expenses as per profit and loss	(11934)	2872440

c. Movement in deferred tax balances (31.03.2020)	Net balance 1 <sup>st</sup> April 2019	Recognised in profit and loss	Recognised in OCI	Others	Net deferred tax (assets) / liability	Deferred tax assets	Deferred tax liability
Property, plant & equipment	133406	(29093)	-	-	104313	-	104313
Financial	(2071338)	(96111)	-	-	(2167449)	2167449	-

assets (Loans)							
Financial assets (Investments)	1137839	(2257688)	-	-	(1119849)	1119849	-
Tax (assets) / liabilities	(800093)	(2382892)	-	-	(3182985)	3287298	104313

<b>d. Movement in deferred tax balances (31.03.2019)</b>	<b>Net balance 1<sup>st</sup> April 2018</b>	<b>Recognised in profit and loss</b>	<b>Recognised in OCI</b>	<b>Others</b>	<b>Net deferred tax (assets) / liability</b>	<b>Deferred tax assets</b>	<b>Deferred tax liability</b>
Property, plant & equipment	151979	(18573)	-	-	133406	-	133406
Financial assets (Loans)	(2753415)	682077	-	-	(2071338)	2071338	-
Financial assets (Investments)	1061664	76175	-	-	1137839	-	1137839
Tax (assets) / liabilities	(1539772)	739679	-	-	(800093)	2071338	1271245

The company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgement is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income and the period over which deferred income tax assets will be recovered. Any changes in future taxable income would impact the recoverability of deferred tax assets.

**31. Related Party Disclosures, as required by Indian Accounting Standard 24 (Ind AS 24) are given below:**

**(i) List of related parties and relationship**

Name of the related party	Relationship
Danmal Porwal	Key Management Personnel
Smt. Aditi Porwal	Relative of Key Management Personnel
Coal Chem	Associates
Utkal Hydrocarbons	Associates

**(ii) Details of transaction with related parties carried out in ordinary course of business**

Name of the related party	Nature of transaction	As at 31 <sup>st</sup> March 2020	As at 31 <sup>st</sup> March 2019
Danmal Porwal	Managerial Remuneration	1450000	1200000
Smt. Aditi Porwal	Salary	1200000	900000

Coal Chem	Office Rent	20400	20400
Utkal Hydrocarbons	Office Rent	5400	5400

### 32. First time adoption of Ind AS:

#### Transition to Ind AS:

For the purposes of reporting as set out in Note 1, we have transitioned our basis of accounting from Indian generally accepted accounting principles (“IGAAP”) to Ind AS. The accounting policies set out in note 1 have been applied in preparing the financial statements for the year ended 31 March 2020, the comparative information presented in these financial statements for the year ended 31 March 2019 and in the preparation of an opening Ind AS balance sheet at 1 April 2018 (the “transition date”).

In preparing our opening Ind AS balance sheet, we have adjusted amounts reported in financial statements prepared in accordance with IGAAP. An explanation of how the transition from IGAAP to Ind AS has affected our financial performance, cash flows and financial position is set out in the following tables and the notes that accompany the tables.

#### A. Reconciliation of net worth as at 31<sup>st</sup> March 2019

Particulars	As on 1 <sup>st</sup> April 2018	As on 31 <sup>st</sup> March 2019
Equity reported under IGAAP	197123196.99	207989096.01
Decrease / (Increase) in impairment loss on financial instrument under expected credit loss model	9540472.21	10225007.18
Deferred tax on above	1691751.00	933499.00
Total Ind AS impact	11232223.21	11158506.18
Equity reported under Ind AS	208355420.20	219147602.19

#### B. Reconciliation of comprehensive income for the year ended on 31<sup>st</sup> March 2019

Particulars	As on 31 <sup>st</sup> March 2019
Net profit reported under IGAAP	10865899.02
Add / (less) : Adjustment for GAAP differences (net of deferred tax)	
Decrease / (Increase) in impairment loss on financial instrument under expected credit loss model	684534.97
Deferred tax on above	(758252.00)
Net profit reported under Ind AS	10792181.99

#### C. Reconciliation of statement of cash flow:

There were no material differences between the statement of Cash Flows presented under Ind AS and under IGAAP.

### 33. Exemptions and exceptions availed

#### 1. Ind AS mandatory exceptions

### **1.1 Estimates**

The estimates at 1 April 2018 and 31 March 2019 are consistent with those made for the same dates in accordance with the Indian GAAP (after adjustments to reflect any differences if any, in accounting policies).

### **1.2 De-recognition of financial assets and liabilities**

Ind AS 101 requires a first-time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However, Ind AS 101 allows a first-time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of the entity's choice, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognized as a result of past transactions was obtained at the time of initially accounting for those transactions. The Company has elected to apply the de-recognition provisions prospectively.

### **1.3 Classification and measurement of financial assets**

The Company has classified and measured the financial assets on the basis of the facts and circumstances that exist at the date of transition to Ind AS.

## **2. Ind AS optional exemptions**

### **2.1 Deemed cost**

The Company has elected to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as the deemed cost at the date of transition to Ind AS, measured as per the previous GAAP.

**34.** Previous year figures are regrouped, reclassified and rearranged wherever necessary to align with the current year figures.

The accompanying notes are an integral part of the financial statement.

In terms of our report of even date  
For Surana Singh Rathi And Co.  
Chartered Accountants  
Firm Registration No.317119E

S. K. SURANA  
(Partner)  
Membership No. 053271

Place: Kolkata  
Date: 31<sup>st</sup> July, 2020

For and on behalf of the board of directors

(Danmal Porwal)	(Rakesh Porwal)
Chairman cum MD	Director
DIN 00581351	DIN 00495444

(Annu Chandak)	(Sunny Jain)
Company Secretary	Chief Financial Officer

M/S. DYNAMIC ARCHISTRUCTURES LIMITED		409, Swaika Centre, 4A, Pollock Street, Kolkata (W.B.) 700001	
Schedule to the Balance Sheet of a Non-Banking Financial Company (as required in terms of Paragraph 9BB of Non-Banking Financial Companies Prudential Norms (Reserve Bank) Directions, 1998 for the year ended on 31st March 2020			
(Rs. in lakhs)			
	Particulars		
1	Liabilities side :		
	Loans and advances availed by the NBFCs inclusive of interest accrued thereon but not paid:	Amount outstanding	Amount overdue
	(a) Debentures : Secured	-	-
	: Unsecured	-	-
	(other than falling within the meaning of public deposits*)		
	(b) Deferred Credits	-	-
	(c) Term Loans	-	-
	(d) Inter-corporate loans and borrowing	-	-
	(e) Commercial Paper	-	-
	(f) Public Deposits*	-	-
(g) Other Loans (specify nature)	-	-	
* Please see Note 1 below			
2	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid):		
	(a) In the form of Unsecured debentures	-	-
	(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-
	(c) Other public deposits	-	-
	* Please see Note 1 below		
	Assets side :		
		Amount outstanding	
3	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :		
	(a) Secured	-	
	(b) Unsecured	1,031.42	
4	Break up of Leased Assets and stock on hire and hypothecation loans counting towards EL/HP activities		
	(i) Lease assets including lease rentals under sundry debtors :		
	(a) Financial lease	-	
	(b) Operating lease	-	
	(ii) Stock on hire including hire charges under sundry debtors:		
	(a) Assets on hire	-	
	(b) Repossessed Assets	-	
	(iii) Hypothecation loans counting towards EL/HP activities		
	(a) Loans where assets have been repossessed	-	
	(b) Loans other than (a) above	-	
5	Break-up of Investments :		
	Current Investments :		
	1. Quoted :		
	(i) Shares : (a) Equity	-	
	(b) Preference	-	
	(ii) Debentures and Bonds	-	
	(iii) Units of mutual funds	-	
	(iv) Government Securities	-	
	(v) Others (please specify)	-	
	2. Unquoted :		
	(i) Shares : (a) Equity	-	
	(b) Preference	-	
	(ii) Debentures and Bonds	-	
	(iii) Units of mutual funds	-	
	(iv) Government Securities	-	
	(v) Others (Please specify)	-	
	Long Term investments :		
	1. Quoted :		
	(i) Share : (a) Equity	9.53	
	(b) Preference	-	
	(ii) Debentures and Bonds	-	
	(iii) Units of mutual funds	907.55	



	(iv) Government Securities (v) Others (Please specify) 2. Unquoted : (i) Shares :           (a) Equity (b) Preference (ii) Debentures and Bonds (iii) Units of mutual funds (iv) Government Securities (v) Others (Please specify)	- -  0.67 - - - - -		
6	<b>Borrower group-wise classification of all leased assets, stock-on hire and loans and advances :</b> Please see Note 2 below			
	<b>Category</b>	<b>Amount net of provisions</b>		
		<b>Secured</b>	<b>Unsecured</b>	<b>Total</b>
	1. Related Parties **			
	(a) Subsidiaries	-	-	-
	(b) Companies in the same group	-	-	-
	(c) Other related parties	-	-	-
	2. Other than related parties	-	953.51	953.51
	<b>Total</b>	-	<b>953.51</b>	<b>953.51</b>
7	<b>Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):</b> Please see note 3 below			
	<b>Category</b>	<b>Market Value / Break up or fair value or NAV</b>	<b>Book Value (Net of Provisions)</b>	
	1. Related Parties **			
	(a) Subsidiaries	-	-	
	(b) Companies in the same group	-	-	
	(c) Other related parties	-	-	
	2. Other than related parties	917.75	917.75	
	<b>Total</b>	<b>917.75</b>	<b>917.75</b>	
** As per Accounting Standard of ICAI (Please see Note 3)				
<b>(8) Other information</b>				
<b>Particulars</b>			<b>Amount</b>	
(i)	Gross Non-Performing Assets			
	(a) Related parties		-	
	(b) Other than related parties		77.91	
(ii)	Net Non-Performing Assets			
	(a) Related parties		-	
	(b) Other than related parties		-	
(iii)	Assets acquired in satisfaction of debt		-	
<b>Notes:</b>				
1. All Accounting Standards and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments and break up/fair value/NAV in respect of unquoted investments should be disclosed irrespective of whether they are classified as long term or current in column (5) above.				

As per our separate Report of even date attached  
For, Surana Singh Rath and Co.  
Chartered Accountants  
Firm registration number : 317119E

(S.K.Surana)  
Partner  
Membership No.053271  
Place : Kolkata  
Date : 31st July 2020

For and on behalf of the Board of Directors

(Danmal Porwal) (Rakesh Porwal)  
Chairman cum Managing Director Director  
DIN 00581351 DIN 00495444

(Annu Chandak) (Sunny Jain)  
Company Secretary Chief Financial Officer