



**Dated: 28.05.2024**

The Head- Listing Compliance

**BSE Limited,**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Fort Mumbai- 400001

The Head- Listing Compliance

**National Stock Exchange of India Ltd.**  
Exchange Plaza,  
Plot no. C/1, G Block,  
Bandra-Kurla Complex  
Mumbai - 400 051

The Head- Listing Compliance

**The Calcutta Stock Exchange Ltd.**  
7, Lyons Range, Murgighata,  
BBD Bagh, Kolkata,  
West Bengal- 700001

**Security Code: 511611**

**Stock Code: DCMFINSERV**

**Sub: Outcome of Board Meeting pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

This is to inform you that Board of Directors of the Company in their meeting held today, i.e. **Tuesday, May 28, 2024** (commenced at 04:00 P.M. and concluded at 5.25P.M.), have considered and approved, inter-alia, the following business(s):

1. The **Audited Standalone and Consolidated Financial Results** of the company as per Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter and year ended March 31, 2024. **(Copy Enclosed)**
2. The Audit Report with modified opinion on Standalone & Consolidated Financial Results for the quarter and year ended 31st March, 2024 as placed by the Statutory Auditor of the Company. **(Copy Enclosed)**
3. Pursuant to Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 Statement of Impact of Audit Qualification (for audit report with modified opinion) on Auditor's Report on Annual Standalone & Consolidated Financial Results for the year ended 31st March, 2024. **(Copy Enclosed)**
4. Submission of details of Outstanding Qualified Borrowings and Incremental Qualified Borrowings with reference to SEBI Circular No. SEBI/HO/DDHS/DDHSRACPOD1/P/CIR/2023/172) dated October 19, 2023. We hereby confirm that DCM FINANCIAL SERVICES LIMITED is not a Large Corporate (LC) as per the applicability criteria given in aforesaid circular. **(Copy Enclosed)**

**DCM FINANCIAL SERVICES LIMITED**

CIN L65921DL1991PLC043087

Regd. Office: Upper Ground Floor, South Tower, NBCC Place,  
Bhisham Pitamah Marg, Delhi, 110003

Tel-011-41077750 email ID: info@dfslonline.in

Website: www.dfslonline.in



Kindly take the above information on your records.

**For DCM Financial Services Limited**

**(Nidhi Deveshwar)**  
**Chairperson & Whole time Director**  
**DIN: 09505480**

**Place: Delhi**

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7, Lyons Range, Murgighata,  
BBD Bagh, Kolkata,  
West Bengal- 700001

**Security Code: 511611**

**Stock Code: DCMFINSERV**

**Sub: Declaration on Audit Report for the year ended 31<sup>st</sup> March, 2024**

Dear Sir/Madam,

We hereby declare on behalf of **DCM Financial Services Limited** that Audit report in respect to Annual Standalone & Consolidated Audited Financial Results for the period ended 31<sup>st</sup> March, 2024 submitted by **M/s. V Sahai Tripathi & Co., Chartered Accountants**, Statutory Auditor of the Company is with **modified opinion** of the Statutory Auditor.

The Statement of Impact of Audit Qualifications (Standalone & Consolidated) is attached alongwith Annual Audited Financial Results.

Kindly take the above information on your records.

**For DCM Financial Services Limited**

**(Nidhi Deveshwar)**  
**Chairperson & Whole time Director**  
**DIN: 09505480**

**Place: Delhi**

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**Dated: 28.05.2024**

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**Security Code: 511611**

**Stock Code: DCMFINSERV**

**Sub: Outcome of Board Meeting pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

This is to inform you that Board of Directors of the Company in their meeting held today, i.e. **Tuesday, May 28, 2024** (commenced at 04:00 P.M. and concluded at 5.25P.M.), have considered and approved, inter-alia, the following business(s):

1. The Board had appointed **M/s. Jain P & Associates**, Practicing Company Secretaries, as Secretarial Auditor for the financial year 2023-24.

Further, in compliance of Regulation 30 of the Listing Regulations read with Para A (7) of Part A of Schedule III to the Listing Regulations and SEBI Circular No. SEBI/HO/CFD/CFD-PoD1/P/CIR/2023/123 dated July 13, 2023 disclosure is attached as an **Annexure-A**

2. The Board took note of **Non-Applicability** of Compliance with Statement of Deviation(s) or Variation(s) as per Regulation 32 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 for the quarter ended 31<sup>st</sup> March, 2024. **(Copy Enclosed)**

Kindly take the above information on your records.

**For DCM Financial Services Limited**

**(Nidhi Deveshwar)**  
**Chairperson & Whole time Director**  
**DIN: 09505480**

**Place: Delhi**

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*Annexure-A*

**Information pursuant to Regulation 30 read with Schedule III - Para A (7) of Part A of the Listing Regulations and SEBI Master Circular Dated July 13, 2023**

<b>Sr. No.</b>	<b>Particulars</b>	<b>Details</b>
1.	<b>Reason for Change Viz., Appointment/Re-appointment, resignation, removal, death or otherwise</b>	Appointment
2.	<b>Date of Appointment/ Re-appointment/Cessation (as applicable)</b>	28.05.2024
3.	<b>Term of Appointment</b>	For the Financial Year 2023-24
4.	<b>Brief Profile (in case of Appointment/Re-appointment)</b>	<b>M/s. Jain P &amp; Associates</b> is a Practicing Company Secretaries ( <b><u>peer review Firm-2985/2023</u></b> ) firm in Delhi, duly registered with The Institute of Company Secretarial of India (ICSI) holding an experience of more than Eight years with Certificate of Practice No. 17079. The Firm deals in the areas of Corporate Laws, Corporate Governance, Legal, Statutory Matters and other matters connected with various authorities like RBI, MCA, SEBI, NCLT, FEMA etc.

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Date: 28.05.2024

The Head- Listing Compliance <b>BSE Limited,</b> PhirozeJeejeebhoy Towers, Dalal Street, FortMumbai- 400001  <b>Scrip Code: 511611</b>	The Head- Listing Compliance <b>National Stock Exchange of India Ltd.</b> Exchange Plaza, Plot no. C/1, G Block, Bandra-Kurla Complex Mumbai - 400 051  <b>Stock Code: DCMFINSERV</b>	The Manager <b>The Calcutta Stock Exchange Ltd.</b> 7, Lyons Range, Murgighata, BBD Bagh, Kolkata, West Bengal- 700001  <b>Scrip Code: 014032</b>
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**Subject: Non Applicability of Compliance with Statement of Deviation(s) or Variation(s) as per Regulation 32 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015- For the quarter ended March 31, 2024**

Sir/Madam,

With reference to Regulation 32 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform you that the disclosure of Statement of Deviation(s) or Variation(s) under the said regulation is not applicable to the Company.

Kindly take the same in your records.

**For DCM Financial Services Limited**

**Nidhi Deveshwar**  
**Chairperson & Whole Time Director**  
**DIN: 09505480**

**Place: Delhi**

**DCM FINANCIAL SERVICES LIMITED**

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**Subject: Non Applicability of Compliance with Statement of Deviation(s) or Variation(s) as per Regulation 32 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015- For the quarter ended March 31, 2024**

Sir/Madam,

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Kindly take the same in your records.

**For DCM Financial Services Limited**

**Nidhi Deveshwar**  
**Chairperson & Whole Time Director**  
**DIN: 09505480**

**Place: Delhi**

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# DCM FINANCIAL SERVICES LIMITED

CIN L65921DL1991PLC043087

Regd. Office:- Upper Ground Floor, South Tower,NBCC Place, Bhisham Pitamah Marg, Delhi - 110003

## Statement of Standalone Financial Results for the Quarter and Year ended March 31, 2024

(Rupees in Lakhs except per share data)

Particulars	Quarter Ended			Year Ended	
	31st March, 2024	31st Dec, 2023	31st March, 2023	31st March, 2024	31st March, 2023
	(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)
I. Revenue from Operations	-	-	-	-	-
II. Other Income	18.01	8.16	29.04	80.80	103.12
III. Total Income (I+II)	18.01	8.16	29.04	80.80	103.12
IV. Expenses					
Employee Benefits Expenses	12.51	15.58	25.36	62.36	64.96
Finance Costs	(0.82)	0.27	0.12	-	0.42
Depreciation and amortisation expenses	4.17	8.18	8.18	28.72	32.72
Other Expenses	33.49	14.51	24.17	84.68	95.48
Total Expenses (IV)	49.35	38.54	57.83	175.76	193.58
V. Profit/(Loss) before exceptional items and tax (III- IV)	(31.34)	(30.38)	(28.79)	(94.96)	(90.46)
VI. Exceptional items	-	-	-	-	-
VII. Profit/(Loss) before tax (V-VI)	(31.34)	(30.38)	(28.79)	(94.96)	(90.46)
VIII. Tax Expense					
(1) Current tax	-	-	-	-	-
(2) Deferred tax	(2.48)	(3.20)	410.73	(5.71)	398.59
(3) Previous Year Tax	0.00	(0.01)	0.00	3.79	(4.81)
IX. Profit/(Loss) for the period (VII-VIII)	(28.86)	(27.17)	(439.52)	(93.04)	(484.24)
X. Other Comprehensive Income					
(A) (i) Items that will not be reclassified to profit or loss	(0.02)	(0.07)	0.43	(0.24)	(0.29)
(ii) Income tax relating to items that will not be reclassified to profit or loss	0.01	0.02	(0.15)	(0.01)	(0.21)
(B) (i) Items that will be classified to profit or loss	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
XI. Total Comprehensive Income/(Loss) for the period (IX+X)	(28.87)	(27.22)	(439.24)	(93.29)	(484.74)
(Comprising Profit (Loss) and Other Comprehensive Income(loss) for the Period)					
XII. Paid up Equity Share Capital (Face Value of Rs.10/- Each)				2,212.51	2,212.51
XIII. Other Equity				(7106.99)	(7013.71)
XIV. Earnings per equity share					
(1) Basic	(0.13)	(0.12)	(1.99)	(0.42)	(2.19)
(2) Diluted	(0.13)	(0.12)	(1.99)	(0.42)	(2.19)

\* Refer Note 5

### Notes:

- (1) The above financial results have been reviewed by Audit Committee and taken on record by the Board of Directors at its Meeting held on 28th May, 2024. The audit for the year ended March 31, 2024 as required under regulation 33 of the Listing Regulations, has been completed by the Statutory Auditors.
- (2) These financial results are prepared in accordance with Indian Accounting Standards ("Ind AS"), as prescribed under section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015 as amended and the other accounting principles generally accepted in India.
- (3) As the Company's business activity falls within a single segment, therefore "Segment Reporting" are not applicable.
- (4) The figures for the previous period/year have been regrouped/reclassified, wherever necessary, to conform to the current period/year classification.
- (5) The figures of the last quarters ended March 31,2024 and March 31,2023 are the balancing figures between audited figures in respect of the full financial year and published year-to-date figures up to third quarter of the relevant financial years. The figures upto the end of the third quarter had only been reviewed and not subject to audit.
- (6) The above financial results of the company are available on the website of the company at [www.dfsonline.in](http://www.dfsonline.in) and also at [www.bseindia.com/](http://www.bseindia.com/) [www.nseindia.com](http://www.nseindia.com)

For DCM Financial Services Ltd

*Nidhi*  
(Nidhi Deveshwar)  
Whole Time Director  
DIN : 09505480



Date: 28th May 2024  
Place : Delhi



# DCM FINANCIAL SERVICES LTD.

CIN L65921DL1991PLC043087

Regd. Office:- Upper Ground Floor, South Tower, NBCC Place, Bhasham Pitamah Marg, Delhi - 110003

## Statement of Standalone Assets and Liabilities

(Rupees in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non current assets</b>		
(a) Property, Plant and Equipment	1,080.21	1,108.58
(b) Right to use asset	-	-
(c) Capital Work in Progress	-	-
(d) Investment Property	-	-
(e) Goodwill	-	-
(f) Other Intangible Assets	-	-
(g) Intangible assets under development	-	-
(h) Biological Assets other than bearer plants	-	-
(i) Financials Assets-		
(i) Investments	-	-
(ii) Trade Receivables	-	-
(iii) Loans	-	-
(iv) Others	345.95	332.37
(j) Deferred tax assets (net)	-	-
(k) Other non-current assets	151.79	158.79
<b>Current Assets</b>		
(a) Inventories	-	-
(b) Financials Assets		
(i) Investments	113.81	106.60
(ii) Trade receivables	-	-
(iii) Cash and cash equivalents	19.43	22.44
(iv) Bank Balance other than (iii) above	603.93	1,104.65
(v) Loans	-	-
(vi) Others	26.83	21.38
(c) Current tax Assets	-	-
(d) Other current Assets	2.36	2.26
<b>TOTAL ASSETS</b>	<b>2,344.31</b>	<b>2,857.07</b>



EQUITY AND LIABILITIES		
<b>Equity-</b>		
(a) Equity Share Capital	2,212.51	2,212.51
(b) Other Equity	(7,106.99)	(7013.71)
<b>Liabilities</b>		
<b>Non -Current liabilities</b>		
(a) Financials Liabilities		
(i) Borrowings	207.70	207.70
(ii) Trade Payable	-	-
(iii) Other Financial liabilities	-	-
(b) Provisions	16.48	13.42
(c) Deferred Tax Liabilities (net)	60.32	66.02
(d) Other Non-Current Liabilities	-	-
<b>Current Liabilities</b>		
(a) Financials Liabilities		
(i) Borrowings	6,749.70	7,168.01
(ii) Lease Liability	-	-
(iii) Trade Payables	-	-
(iv) Other Financial liabilities	182.39	181.30
(b) Other current liabilities	17.13	16.78
(c) Provisions	5.07	5.04
(d) Current Tax Liabilities	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2344.31</b>	<b>2857.07</b>

For DCM FINANCIAL SERVICES LIMITED

*Nidhi*  
(Nidhi Deveshwar)  
Whole Time Director  
DIN : 09505480



Date: 28th May 2024  
Place : Delhi

## DCM FINANCIAL SERVICES LIMITED

CIN L65921DL1991PLC043087

Regd. Office:- Upper Ground Floor, South Tower, NBCC Place, Bhisham Pitamah Marg, Delhi - 110003

AUDITED STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2024

Particulars	Amount in Lakhs	
	Year ended March 31, 2024 (01.04.2023 to 31.03.2024) (Audited)	Year ended March 31, 2023 (01.04.2022 to 31.03.2023) (Audited)
<b>Cash flow from Operating Activities</b>		
Profit Before Tax	(94.96)	(90.46)
<b>Adjustments for</b>		
Adjustments for finance costs		0.42
Adjustments for decrease (increase) in inventories		
Adjustments for decrease (increase) in trade receivables, current		
Adjustments for decrease (increase) in trade receivables, non-current		
Adjustments for decrease (increase) in other current assets	(0.10)	(0.91)
Adjustments for other financial assets, non-current	(5.45)	(5.25)
Adjustments for other financial assets, current		(26.02)
Adjustments for other bank balances	485.78	497.24
Adjustments for increase (decrease) in trade payables, current		
Adjustments for increase (decrease) in trade payables, non-current		
Adjustments for increase (decrease) in other current liabilities	0.34	0.13
Adjustments for increase (decrease) in other non-current liabilities		
Adjustments for depreciation and amortisation expense	28.72	28.67
Adjustments for impairment loss reversal of impairment loss recognised in profit or loss		
Adjustments for provisions, current	0.04	4.80
Adjustments for provisions, non-current	3.06	2.72
Adjustments for other financial liabilities, current	1.10	0.00
Adjustments for other financial liabilities, non-current		
Adjustments for unrealised foreign exchange losses gains		
Adjustments for dividend income	(0.44)	(0.37)
Adjustments for interest income	(66.48)	(101.60)
Adjustments for share-based payments		
Adjustments for fair value losses (gains)	(7.21)	5.02
Adjustments for Loss on sale of Investment		18.80
Other adjustments for which cash effects are investing or financing cash flow		
Other adjustments to reconcile profit (loss)	(4.45)	
Other adjustments for non-cash items		
Share of profit and loss from partnership firm or association of persons or limited liability partnerships		
<b>Total adjustments for reconcile profit (loss)</b>	434.91	423.65
<b>Net cash flows from (used in) operations</b>	339.95	333.19
Dividends received		
Interest paid		
Interest received		
Income taxes paid (refund)	2.27	4.52
Other inflows (outflows) of cash		
<b>Net cash flows from (used in) operating activities</b>	342.22	337.71
<b>Cash flows from used in investing activities</b>		
Cash flows from losing control of subsidiaries or other businesses		
Cash flows used in obtaining control of subsidiaries or other businesses		
Other cash receipts from sales of equity or debt instruments of other entities		
Other cash payments to acquire equity or debt instruments of other entities		
Other cash receipts from sales of interests in joint ventures		
Other cash payments to acquire interests in joint ventures		
Cash receipts from share of profits of partnership firm or association of persons or limited liability partnerships		
Cash payment for investment in partnership firm or association of persons or limited liability partnerships		



*(Handwritten Signature)*

Proceeds from sales of property, plant and equipment		
Purchase of property, plant and equipment	0.35	
Proceeds from sales of investment property		11.98
Purchase of investment property		
Proceeds from sales of intangible assets		
Purchase of intangible assets		
Proceeds from sales of intangible assets under development		
Purchase of intangible assets under development		
Proceeds from sales of goodwill		
Purchase of goodwill		
Proceeds from biological assets other than bearer plants		
Purchase of biological assets other than bearer plants		
Proceeds from government grants		
Proceeds from sales of other long-term assets		
Cash receipts from repayment of advances and loans made to other parties		
Cash payments for future contracts, forward contracts, option contracts and swapcontracts		
Cash receipts from future contracts, forward contracts, option contracts and swapcontracts		
Dividends received	0.44	0.37
Interest received	66.48	101.60
Income taxes paid (refund)		
Other inflows (outflows) of cash		
<b>Net cash flows from (used in) investing activities</b>	<b>67.27</b>	<b>113.95</b>
<b>Cash flows from used in financing activities</b>		
Proceeds from changes in ownership interests in subsidiaries		
Payments from changes in ownership interests in subsidiaries		
Proceeds from issuing shares		
Proceeds from issuing other equity instruments		
Payments to acquire or redeem entity's shares		
Payments of other equity instruments		
Proceeds from exercise of stock options		
Proceeds from issuing debentures notes bonds etc		
Proceeds from borrowings		
Repayments of borrowings	(412.51)	(445.32)
Payments of finance lease liabilities		(0.35)
Payments of lease liabilities		
Dividends paid		
Interest Paid		(0.42)
Income taxes paid (refund)		
Other inflows (outflows) of cash		
<b>Net cash flows from (used in) financing activities</b>	<b>(412.51)</b>	<b>(446.09)</b>
<b>Net increase (decrease) in cash and cash equivalents before effect of exchange ratechanges</b>	<b>(3.02)</b>	<b>5.58</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>		
Effect of exchange rate changes on cash and cash equivalents		
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(3.02)</b>	<b>5.58</b>
Cash and cash equivalents cash flow statement at beginning of period	22.45	16.87
<b>Cash and cash equivalents cash flow statement at end of period</b>	<b>19.43</b>	<b>22.45</b>

Note: Previous year figures have been regrouped and rearranged to make them comparable with the current year figures

For DCM Financial Services Ltd

*Nidhi*  
(Nidhi Deveshwar)  
Whole Time Director  
DIN : 09505480

Date: 28th May 2024  
Place: Delhi



**V SAHAI TRIPATHI & CO**  
**CHARTERED ACCOUNTANTS**

8-E, Hansalaya, 15 Barakhamba Road,  
Connaught Place, New Delhi - 110001  
Tel. : +91-11-23319596, 23352449,  
+91-11-23324045  
E-Mail : vst@sahaitripathi.com

**INDEPENDENT AUDITOR'S REPORT ON STANDALONE ANNUAL FINANCIAL RESULTS FOR  
THE YEAR ENDED 31 MARCH 2024**

To  
The Board of Directors of  
DCM FINANCIAL SERVICES LIMITED

Report on the Audit of the Standalone Annual Financial Results

**Qualified Opinion**

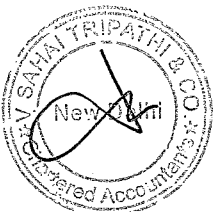
We have audited the accompanying standalone annual financial results of M/S DCM FINANCIAL SERVICES LIMITED ("the Company") for the year ended 31 March 2024, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, except for the possible effects of the matter described in the **Basis for Qualified Opinion paragraph and Emphasis of Matter paragraph**, the aforesaid standalone annual financial results:

- (i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (ii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the net loss and other comprehensive loss and other financial information for the year ended 31 March 2024.

**Basis for Qualified Opinion**

- (i) Justice Anil Kumar\* as one man committee was appointed vide order dated:- 3rd September, 2015 by the Hon'ble High Court of Delhi to scrutinize the list of depositors and other claimants and to take steps enumerated hereinafter with the view to resolve at-least some of the disputes. The one-man committee submitted its report on to Hon'ble High Court of Delhi on 22nd April, 2016. Taking cognizance of the report, Hon'ble High Court of Delhi on 10th August, 2017 accepted the recommendation of one-man committee enumerated in the report. Under Scheme of One-Man Committee, Interest of Rs 235 lakhs are payable to Debenture Holders and Rs 1,448 lakhs are payable to Fixed Depositors under Phase-2 of Schedule of Payments laid down by One Man Committee. Presently the said committee has waived any further payment of Interest to Fixed Depositors, Debenture-holders and other lenders, however on complete liquidation of properties and investments, if any surplus remains after payment to all stakeholder creditors, then further payment of Interest would be decided. All stakeholders' creditors which are covered under scheme has

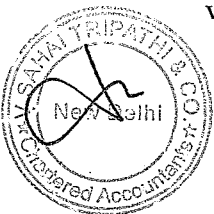


given its consent to the scheme. No provision of Rs. 1,683 lakhs as laid down under the scheme towards Interest on Debentures and Fixed Deposits, have been provided in the financial statements on the outstanding amount of Debentures and Fixed Deposits.

Had interest of Rs. 1,683 lakhs been provided for in the financial statements of year ending 31st March 2018 on outstanding amount of Debentures and Fixed Deposits, the Net Profit before tax would have been lowered by Rs. 1,683 Lakhs and Net Profit after tax would have been lowered by Rs. 1,340 Lakhs as at 31st March, 2018. The cumulative net loss as well as Current Liabilities as at 31st March, 2024 would have been higher by Rs 1,340 lakhs.

*\*The Hon'ble High Court of Delhi has appointed Mr. Laxmi Kant Gaur, District Judge (Retd.) vide its order dated 29th July 2021, as the One Man Committee in place of Hon'ble Mr. Justice Anil Kumar (in view of his unfortunate demise). The One Man Committee would continue from the stage at which the exercise assigned to the One Man Committee by the High Court stands, at the stage when Hon'ble Mr. Justice Anil Kumar unfortunately expired. The agenda of the One Man Committee would be as per the order dated 3rd September, 2015, read with subsequent orders passed, if any, in that regard.*

- (ii) For redemption of 'B' series debentures of Rs. 2014.98 lakhs debenture redemption reserve is required to be created. Debenture redemption reserve of Rs. 2014.98 lakhs has not been created due to insufficient profits.
- (iii) The value of assets charged as security in favor of banks, debenture-holders & financial institutions have been depleted over a period of time. The depletion has not yet been ascertained by the Company. To the extent of shortfall, if any, the liability is unsecured, whereas the same has been shown as secured.
- (iv) Balance confirmation of security deposits provided, trade receivables, some bank balances, FD balances with bank, rent receivables, other advances, borrowings, balances payable to related parties and other receivables and payables have not been received from the parties/persons concerned. In the absence of balance confirmations, the closing balances as per books of accounts have been incorporated in the financial statements and have been shown, unless otherwise stated by the management about its recoverability in the financials including considering the NPA Provisions, are good for recovery/payment. Time barred debts under the Limitations Act have not been separately ascertained and written off or provided for. In the absence of such confirmation & corresponding reconciliation, it is not feasible for us to determine financial impact on the financial statements and the amount referred as receivable/payable in the financial statements can differ.
- (v) Contingent liabilities and Other Commitments**
- v(a) During the year ended 30th June, 2011 the company's tenant had filed a claim of Rs. 100.00 lakhs against the company due to damages suffered by the tenant which is still pending under arbitration proceedings as on 31st March, 2024.
- v(b) There is an award passed by the High Court vide its judgment dated April 27, 2022 against the company in the matter of MS Shoes East Limited for Rs. 12.82 lakhs i.e. the claim amount, along with interest of Rs. 8.97 lakhs for an underwriting given by the company in the year 1995 for the public issue of M/s MS Shoes East Ltd.



v(c) Due to dispute with the builder namely M/s NBCC Ltd. from which the company had purchased an office premises in the year 1995, regarding a claim of Rs. 288.29 lakhs on account of increase in super area and certain other expenditure which the builder i.e. M/s NBCC Ltd. had incurred and the same is pending in arbitration. Breakup of the amount of Rs. 288.29 lakhs mentioned supra is as follows:

S. No.	Description	Amount (in lakhs)
1.	Difference in super area Vs .provisional area	229.28
2.	Claim of property tax	3.19
3.	Claim of ground rent	21.67
4.	Allied charges	7.82
5.	Augmentation of Electric sub station	1.33
6.	Loss of profit	20.00
7.	Arbitration cost	5.00
<b>TOTAL</b>		<b>288.29</b>

During the financial year ending March 31, 2021, the award was given in respect of dispute that has arisen between NBCC Ltd. (Claimant) and DCM Financial Services Limited (Respondent) in relation to sale of Commercial Space-Upper Ground Floor NBCC Place, Pragati Vihar, New Delhi by the Claimant to the respondent.

The summary of position of award is as under:

Party	Amount Claimed (in Lakhs)	Awarded (in Lakhs)
NBCC Ltd.- Claimant	434.95	41.06
DCM Financial Services Limited - Counter Claimant/Respondent	3,269.50	78.97

In addition to the above, interest @ 10% is payable by both the parties on their respective amounts.

That whereas NBCC has filed objections to the award in Delhi High Court in December 2020 and the same appears to be lying in objections.

That DCM has also filed objection in Delhi High Court and the same has not being listed so far.

We conducted our audit in accordance with the Standards on Auditing ("SA"s) 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 Standalone Annual Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion on standalone annual financial results.



## Emphasis of Matter

- (i) We draw attention to the fact that the Company has incurred a net loss of Rs. 93.29 lakhs during the year ended March 31, 2024 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 4,609.98 lakhs. The accumulated loss as on 31st March, 2024 stands to Rs. 9,116.70 lakhs (Previous year Rs. 9,023.42 lakhs). As on 31st March, 2024, the Company's total liabilities exceeded to its total assets by Rs.4,894.48 lakhs (Previous year Rs. 4,801.20 lakhs).

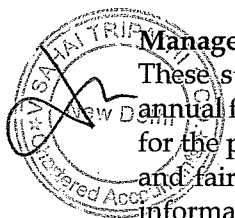
Further, the Company is not carrying on any business as to comply with the directives of the Reserve Bank of India, the company ceased to accept deposits from September 1997 and the company's application to RBI for certificate of registration (CoR) as a NBFC had been rejected by the RBI in year 2004. The Company contends that the Scheme of One Man Committee shall be implemented in full and other aspect of fresh restructuring scheme such issuance of equity to SBI Home Finance Limited and Pressman Leasing would be approved/decided upon by the Hon'ble Delhi High Court and accordingly the decision on revival of Company would be taken by Hon'ble Delhi High Court. It indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

- (ii) Attention is invited regarding successful implementation of scheme of One Man Committee on which continuity and revival of the Company is completely dependent, which not only includes successful implementation of Schedule of payments described under Phase-I and Phase-II, but also realisability of funds from the disposal of Fixed Assets especially Building which is under dispute with Tenant as well as NBCC.
- (iii) We draw attention in relation to the deposit Rs. 1,950.00 lakhs with the Hon'ble Delhi High Court. DCM Services Ltd, as a promoter had committed to bring in Rs. 1,950.00 lakhs as a promoter contribution upon sanction of their restructuring scheme under erstwhile Section 391 of the Indian Companies Act, 1956 which is under implementation by One Man Committee appointed with the direction of Hon'ble Delhi High Court. The Court vide order dated 06.05.2008 has asked DCM Services Limited to deposit Rs. 1,950.00 lakhs with the Court and pursuant to the court order DCM Services Limited deposited Rs 500.00 lakhs on 16.07.2010, Rs 670.00 lakhs on 18.11.2010, Rs. 390.00 lakhs on 21.04.2011 & Rs. 390.00 lakhs on 27.04.2012 aggregating to Rs. 1,950.00 lakhs on behalf of the promoters with the Registrar, Hon'ble Delhi High Court. All the funds are with Delhi High Court along-with accrued interest thereon. No financial impact of this has been recorded in the financials of the company till 31st March, 2024 as there is no clarity provided by Hon'ble High Court of Delhi on whether Company would have to issue any shares against such contribution as per SEBI guidelines or such amount would be refundable to DCM Services Limited by company or there would be no liability on the Company to either to pay the said amount or issue any shares in lieu of that. Till Company gets any clarity on this matter, no financial entry has been recorded in the books of accounts.

Our opinion is not modified in respect of above matters.

## Management's Responsibilities for the Standalone Annual Financial Results

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements. The Company's management and Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit/loss and other comprehensive income/loss and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under section 133 of the Act and other accounting principles





generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

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 standalone annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results 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 standalone annual financial results.

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 standalone annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing through a separate report on the complete set of the financial statements on whether the Company has adequate internal financial controls with reference to the financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone annual financial results made by management and Board of Directors.

Conclude on the appropriateness of management and Board of Director'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 appropriateness of the same. 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 standalone annual financial results 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.

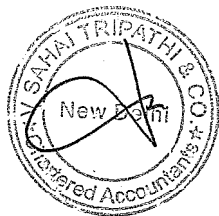
- Evaluate the overall presentation, structure and content of the standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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.

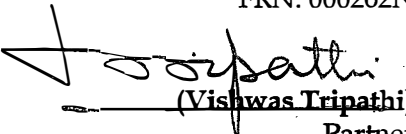
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Other Matter**

The standalone annual financial results include the results for the quarter ended 31 March 2024 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.



**For V Sahai Tripathi & Co.**  
Chartered Accountants  
FRN: 000262N

  
(Vishwas Tripathi)  
Partner  
Membership No. 086897

**Place:** New Delhi **Date:**

28<sup>th</sup> May, 2024

UDIN:

24086897BKCSSY7082

# DCM FINANCIAL SERVICES LIMITED

CIN L65921DL1991PLC043087

Regd. Office:- Upper Ground Floor, South Tower, NBCC Place, Bhisham Pitamah Marg, Delhi - 110003

## Statement of Consolidated Financial Results for the Quarter and Year ended March 31, 2024

Particulars	(Rupees in Lakhs except per share data)				
	Quarter Ended			Year Ended	
	31st March, 2024	31st Dec, 2023	31st March, 2023	31st March, 2024	31st March, 2023
	(Audited)*	(Unaudited)	(Audited)*	(Audited)	(Audited)
<b>I. Revenue from Operations</b>	-	-	-	-	-
<b>II. Other Income</b>	18.14	8.69	29.15	81.99	103.81
<b>III. Total Income (I +II)</b>	18.14	8.69	29.15	81.99	103.81
<b>IV. Expenses</b>					
Employee Benefits Expenses	12.51	15.58	25.36	62.36	64.96
Finance Costs	(0.82)	0.27	0.12	-	0.42
Depreciation and amortisation expenses	4.41	8.57	8.42	29.73	33.65
Other Expenses	33.61	15.07	24.50	85.36	96.02
<b>Total Expenses (IV)</b>	49.71	39.49	58.40	177.45	195.05
<b>V. Profit/(Loss) before exceptional items and tax (III- IV)</b>	(31.57)	(30.80)	(29.25)	(95.46)	(91.24)
VI. Exceptional items	-	-	-	-	-
<b>VII. Profit/(Loss) before tax (V-VI)</b>	(31.57)	(30.80)	(29.25)	(95.46)	(91.24)
<b>VIII. Tax Expense</b>					
(1) Current tax	-	-	-	-	-
(2) Deferred tax	(2.44)	(3.16)	410.58	(5.35)	398.50
(3) Previous Year Tax	(0.00)	(0.02)	-	3.78	(4.81)
<b>IX. Profit/(Loss) for the period (VII-VIII)</b>	(29.13)	(27.62)	(439.84)	(93.89)	(484.93)
<b>X. Other Comprehensive Income</b>					
(A) (i) Items that will not be reclassified to profit or loss	(0.02)	(0.07)	0.43	(0.24)	(0.29)
(ii) Income tax relating to items that will not be reclassified to profit or loss	0.01	0.02	(0.15)	(0.01)	(0.21)
(B) (i) Items that will be classified to profit or loss	-	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
<b>XI. Total Comprehensive Income/(Loss) for the period (IX+X)</b>	(29.14)	(27.67)	(439.55)	(94.14)	(485.43)
(Comprising Profit (Loss) and Other Comprehensive income(Loss) for the Period)					
<b>XII. Profit/(Loss) for the period attributable to:</b>					
Owners of the Company	(29.10)	(27.57)	(439.73)	(93.80)	(484.86)
Non-controlling interests	(0.03)	(0.05)	(0.07)	(0.09)	(0.07)
<b>XIII. Other Comprehensive Income/(Loss) attributable to:</b>					
Owners of the Company	(0.01)	(0.05)	0.28	(0.25)	(0.50)
Non-controlling interests	-	-	-	-	-
<b>XIV. Total Comprehensive Income/(loss) attributable to:</b>					
Owners of the Company	(29.11)	(27.62)	(439.48)	(94.05)	(485.36)
Non-controlling interests	(0.03)	(0.05)	(0.07)	(0.09)	(0.07)
<b>XV. Paid up Equity Share Capital (Face Value of Rs.10/- Each)</b>				2,212.51	2,212.51
<b>XVI. Other Equity</b>				(7089.88)	(6695.83)
<b>XVII. Earnings per equity share</b>					
(1) Basic	(0.13)	(0.12)	(2.00)	(0.42)	(2.19)
(2) Diluted	(0.13)	(0.12)	(2.00)	(0.42)	(2.19)

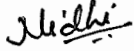


\* Refer Note 5

Notes:

- (1) The above financial results have been reviewed by Audit Committee and taken on record by the Board of Directors at its Meeting held on 28th May, 2024. The audit for the year ended March 31, 2024 as required under regulation 33 of the Listing Regulations, has been completed by the Statutory Auditors.
- (2) These financial results are prepared in accordance with Indian Accounting Standards ("Ind AS"), as prescribed under section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015 as amended and the other accounting principles generally accepted in India.
- (3) As the Company's business activity falls within a single segment, therefore "Segment Reporting" are not applicable.
- (4) The figures for the previous period/year have been regrouped/reclassified, wherever necessary, to conform to the current period/year classification.
- (5) The figures of the last quarters ended March 31,2024 and March 31,2023 are the balancing figures between audited figures in respect of the full financial year and published year-to-date figures up to third quarter of the relevant financial years. The figures upto the end of the third quarter had only been reviewed and not subject to audit.
- (6) The above financial results of the company are available on the website of the company at [www.dfslonline.in](http://www.dfslonline.in) and also at [www.bseindia.com/](http://www.bseindia.com/) [www.nseindia.com](http://www.nseindia.com)

For DCM Financial Services Ltd



(Nidhi Deveshwar)  
Whole Time Director  
DIN : 09505480



Date: 28th May 2024  
Place : Delhi

# DCM FINANCIAL SERVICES LTD.

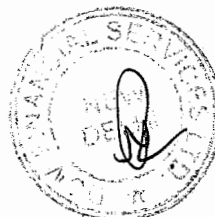
CIN L65921DL1991PLC043087

Regd. Office:- Upper Ground Floor, South Tower, NBCC Place, Bhisham Pitamah Marg, Delhi - 110003

## Consolidated Statement of Assets and Liabilities

(Rupees in Lakhs)

Particulars	As at 31st March, 2024	As at 31st March, 2023
	(Audited)	(Audited)
<b>ASSETS</b>		
<b>Non current assets</b>		
(a) Property, Plant and Equipment	1,085.60	1,115.06
(b) Right to use asset	-	-
(c) Capital Work in Progress	-	-
(d) Investment Property	-	-
(e) Goodwill	-	-
(f) Other Intangible Assets	-	-
(g) Intangible assets under development	-	-
(h) Biological Assets other than bearer plants	-	-
(i) Financials Assets-		
(i) Investments	0.91	0.73
(ii) Trade Receivables	-	-
(iii) Loans	-	-
(iv) Others	346.05	332.47
(j) Deferred tax assets (net)	-	-
(k) Other non-current assets	151.92	158.89
<b>Current Assets</b>		
(a) Inventories	-	-
(b) Financials Assets		
(i) Investments	113.81	106.60
(ii) Trade receivables	-	-
(iii) Cash and cash equivalents	20.97	23.02
(iv) Bank Balance other than (iii) above	616.36	1,117.65
(v) Loans	-	-
(vi) Others	26.85	21.39
(c) Current tax Assets	-	-
(d) Other current Assets	2.42	2.46
<b>TOTAL ASSETS</b>	<b>2,364.89</b>	<b>2,878.27</b>



<b>EQUITY AND LIABILITIES</b>		
<b>Equity-</b>		
(a) Equity Share Capital	2,212.51	2,212.51
(b) Other Equity	(7,089.88)	(6995.83)
Non- Controlling Interest	2.86	2.95
<b>Liabilities</b>		
<b>Non -Current liabilities</b>		
(a) Financials Liabilities		
(i) Borrowings	207.70	207.70
(ii) Trade Payable	-	-
(iii) Other Financial liabilities	-	-
(b) Provisions	16.48	13.42
(c) Deferred Tax Liabilities (net)	60.40	65.74
(d) Other Non-Current Liabilities	-	-
<b>Current Liabilities</b>		
(a) Financials Liabilities		
(i) Borrowings	6,749.70	7,168.01
(ii) Lease Liability	-	-
(iii) Trade Payables	-	-
(iv) Other Financial liabilities	182.92	181.95
(b) Other current liabilities	17.13	16.78
(c) Provisions	5.07	5.04
(d) Current Tax Liabilities	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,364.89</b>	<b>2,878.27</b>

For DCM FINANCIAL SERVICES LIMITED

*Nidhi*

(Nidhi Deveshwar)  
Whole Time Director  
DIN : 09505480



Date: 28th May 2024  
Place : Delhi

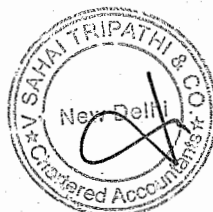
## DCM FINANCIAL SERVICES LIMITED

CIN L65921DL1991PLC043087

Regd. Office:- Upper Ground Floor, South Tower, NBCC Place, Bhisham Pitamah Marg, Delhi - 110003

### Consolidated CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH, 2024

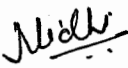
Particulars	Amount in Lakhs	
	Year ended March 31, 2024 (01.04.2023 to 31.03.2024) (Audited)	Year ended March 31, 2023 (01.04.2022 to 31.03.2023) (Audited)
<b>Cash flow from Operating Activities</b>		
Profit Before Tax	(95.46)	(91.24)
<b>Adjustments for</b>		
Adjustments for finance costs		
Adjustments for decrease (increase) in inventories		
Adjustments for decrease (increase) in trade receivables, current		
Adjustments for decrease (increase) in trade receivables, non-current		
Adjustments for decrease (increase) in other current assets	0.03	(0.90)
Adjustments for other financial assets, non-current	(5.45)	(12.03)
Adjustments for other financial assets, current		(7.14)
Adjustments for other bank balances	486.35	496.64
Adjustments for increase (decrease) in trade payables, current		
Adjustments for increase (decrease) in trade payables, non-current		
Adjustments for increase (decrease) in other current liabilities	0.35	0.15
Adjustments for increase (decrease) in other non-current liabilities		
Adjustments for depreciation and amortisation expense	29.73	33.65
Adjustments for impairment loss reversal of impairment loss recognised in profit or loss		
Adjustments for provisions, current	0.04	4.80
Adjustments for provisions, non-current	3.06	2.72
Adjustments for other financial liabilities, current	0.96	(11.97)
Adjustments for other financial liabilities, non-current		
Adjustments for unrealised foreign exchange losses gains		
Adjustments for dividend income	(0.45)	(0.36)
Adjustments for interest income	(67.29)	(102.28)
Adjustments for share-based payments		
Adjustments for fair value losses (gains)	(7.39)	5.02
Adjustments for Loss on sale of Investment		18.80
Other adjustments for which cash effects are investing or financing cash flow		
Other adjustments to reconcile profit (loss)	(4.45)	
Other adjustments for non-cash items		
Share of profit and loss from partnership firm or association of persons or limited liability partnerships		
<b>Total adjustments for reconcile profit (loss)</b>	435.49	427.08
<b>Net cash flows from (used in) operations</b>	340.03	335.83
Dividends received		
Interest paid		
Interest received		
Income taxes paid (refund)	2.96	
Other inflows (outflows) of cash		
<b>Net cash flows from (used in) operating activities</b>	342.99	335.83
<b>Cash flows from used in investing activities</b>		
Cash flows from losing control of subsidiaries or other businesses		
Cash flows used in obtaining control of subsidiaries or other businesses		
Other cash receipts from sales of equity or debt instruments of other entities		
Other cash payments to acquire equity or debt instruments of other entities		
Other cash receipts from sales of interests in joint ventures		
Other cash payments to acquire interests in joint ventures		
Cash receipts from share of profits of partnership firm or association of persons or limited liability partnerships		
Cash payment for investment in partnership firm or association of persons or limited liability partnerships		

Proceeds from sales of property, plant and equipment		
Purchase of property, plant and equipment	(0.27)	(0.35)
Proceeds from sales of investment property		11.98
Purchase of investment property		
Proceeds from sales of intangible assets		
Purchase of intangible assets		
Proceeds from sales of intangible assets under development		
Purchase of intangible assets under development		
Proceeds from sales of goodwill		
Purchase of goodwill		
Proceeds from biological assets other than bearer plants		
Purchase of biological assets other than bearer plants		
Proceeds from government grants		
Proceeds from sales of other long-term assets		
Cash receipts from repayment of advances and loans made to other parties		
Cash payments for future contracts, forward contracts, option contracts and swapcontracts		
Cash receipts from future contracts, forward contracts, option contracts and swapcontracts		
Dividends received	0.45	0.38
Interest received	67.29	102.28
Income taxes paid (refund)		0.13
Other inflows (outflows) of cash		
<b>Net cash flows from (used in) investing activities</b>	<b>67.47</b>	<b>114.42</b>
<b>Cash flows from used in financing activities</b>		
Proceeds from changes in ownership interests in subsidiaries		
Payments from changes in ownership interests in subsidiaries		
Proceeds from issuing shares		
Proceeds from issuing other equity instruments		
Payments to acquire or redeem entity's shares		
Payments of other equity instruments		
Proceeds from exercise of stock options		
Proceeds from issuing debentures notes bonds etc		
Proceeds from borrowings		
Repayments of borrowings	(412.51)	(445.32)
Payments of finance lease liabilities		
Payments of lease liabilities		
Dividends paid		
Interest Paid		
Income taxes paid (refund)		
Other inflows (outflows) of cash		
<b>Net cash flows from (used in) financing activities</b>	<b>(412.51)</b>	<b>(445.32)</b>
<b>Net increase (decrease) in cash and cash equivalents before effect of exchange ratechanges</b>	<b>(2.05)</b>	<b>4.94</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>		
Effect of exchange rate changes on cash and cash equivalents		
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(2.05)</b>	<b>4.94</b>
Cash and cash equivalents cash flow statement at beginning of period	23.02	18.08
<b>Cash and cash equivalents cash flow statement at end of period</b>	<b>20.97</b>	<b>23.02</b>

Note: Previous year figures have been regrouped and rearranged to make them comparable with the current year figures

For DCM Financial Services Ltd

  
(Nidhi Deveshwar)  
Whole Time Director  
DIN : 09505480

Date: 28th May 2024  
Place: Delhi





**V SAHAI TRIPATHI & CO**  
**CHARTERED ACCOUNTANTS**

8-E, Hansalaya, 15 Barakhamba Road,  
Connaught Place, New Delhi - 110001  
Tel. : +91-11-23319596, 23352449,  
+91-11-23324045  
E-Mail : vst@sahaitripathi.com

**INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED ANNUAL FINANCIAL RESULTS**  
**FOR THE YEAR ENDED 31 MARCH 2024**

To  
The Board of Directors of  
DCM FINANCIAL SERVICES LIMITED

Report on the Audit of the Consolidated Annual Financial Results

**Qualified Opinion**

We have audited the accompanying consolidated annual financial results of M/S DCM FINANCIAL SERVICES LIMITED ("the Company") and its subsidiary (the Company and its subsidiary together referred to as the 'Group') for the year ended 31 March 2024, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of auditor's report of subsidiary, except for the possible effects of the matter described in the **Basis for Qualified Opinion paragraph and Emphasis of Matter paragraph**, the aforesaid consolidated annual financial results:

- (i) include the annual financial results of the following entities:

Holding Company: DCM FINANCIAL SERVICES LIMITED  
Subsidiary: GLOBAL IT OPTIONS LIMITED

- (ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- (iii) give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the net loss and other comprehensive loss and other financial information of the Group for the year ended 31 March 2024.

**Basis for Qualified Opinion**

- (i) Justice Anil Kumar\* as one man committee was appointed vide order dated:- 3rd September, 2015 by the Hon'ble High Court of Delhi to scrutinize the list of depositors and other claimants and to take steps enumerated hereinafter with the view to resolve at-least some of the disputes. The one-man committee submitted its report on to Hon'ble High Court of Delhi on 22nd April, 2016. Taking cognizance of the report,



101, IJS Palace, X-320, Delhi Gate Bazar, Asaf Ali Road, New Delhi-110002

Tel. : +91-11- 23288326

Website : www.sahaitripathi.com

Hon'ble High Court of Delhi on 10th August, 2017 accepted the recommendation of one-man committee enumerated in the report. Under Scheme of One-Man Committee, Interest of Rs 235 lakhs are payable to Debenture Holders and Rs 1,448 lakhs are payable to Fixed Depositors under Phase-2 of Schedule of Payments laid down by One Man Committee. Presently the said committee has waived any further payment of Interest to Fixed Depositors, Debenture-holders and other lenders, however on complete liquidation of properties and investments, if any surplus remains after payment to all stakeholder creditors, then further payment of Interest would be decided. All stakeholders' creditors which are covered under scheme has given its consent to the scheme. No provision of Rs. 1,683 lakhs as laid down under the scheme towards Interest on Debentures and Fixed Deposits, have been provided in the consolidated financial statements on the outstanding amount of Debentures and Fixed Deposits.

Had interest of Rs. 1,683 lakhs been provided for in the consolidated financial statements of year ending 31st March 2018 on outstanding amount of Debentures and Fixed Deposits, the Net Profit before tax would have been lowered by Rs. 1,683 Lakhs and Net Profit after tax would have been lowered by Rs. 1,340 Lakhs as at 31st March, 2018. The cumulative net loss as well as Current Liabilities as at 31st March, 2024 would have been higher by Rs 1,340 lakhs.

*\*The Hon'ble High Court of Delhi has appointed Mr. Laxmi Kant Gaur, District Judge (Retd.) vide its order dated 29th July 2021, as the One Man Committee in place of Hon'ble Mr. Justice Anil Kumar (in view of his unfortunate demise). The One Man Committee would continue from the stage at which the exercise assigned to the One Man Committee by the High Court stands, at the stage when Hon'ble Mr. Justice Anil Kumar unfortunately expired. The agenda of the One Man Committee would be as per the order dated 3rd September, 2015, read with subsequent orders passed, if any, in that regard.*

- (ii) For redemption of 'B' series debentures of Rs. 2014.98 lakhs debenture redemption reserve is required to be created. Debenture redemption reserve of Rs. 2014.98 lakhs has not been created due to insufficient profits.
- (iii) The value of assets charged as security in favor of banks, debenture-holders & financial institutions have been depleted over a period of time. The depletion has not yet been ascertained by the Company. To the extent of shortfall, if any, the liability is unsecured, whereas the same has been shown as secured.
- (iv) Balance confirmation of security deposits provided, trade receivables, some bank balances, FD balances with bank, rent receivables, other advances, borrowings, balances payable to related parties and other receivables and payables have not been received from the parties/persons concerned. In the absence of balance confirmations, the closing balances as per books of accounts have been incorporated in the consolidated financial statements and have been shown, unless otherwise stated by the management about its recoverability in the financials including considering the NPA Provisions, are good for recovery/payment. Time barred debts under the Limitations Act have not been separately ascertained and written off or provided for. In the absence of such confirmation & corresponding reconciliation, it is not feasible for us to determine financial impact on the consolidated financial statements and the amount referred as receivable/payable in the consolidated financial statements can differ.




We conducted our audit in accordance with the Standards on Auditing ("SA"s) 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 Consolidated Annual Financial Results section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Companies Act, 2013 and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion on consolidated annual financial results.

### Emphasis of Matter

- (i) We draw attention to the fact that the Group has incurred a net loss of Rs. 94.14 lakhs during the year ended March 31, 2024 and, as of that date, the Group's current liabilities exceeded its total assets by Rs. 4,589.94 lakhs. The accumulated loss as on 31st March, 2024 stands to Rs. 9,096.73 lakhs (Previous year Rs. 9,002.59 lakhs). As on 31st March, 2024, the Group's total liabilities exceeded to its total assets by Rs. 4,874.52 lakhs (Previous year Rs. 4,780.38 lakhs).

Further, the Company is not carrying on any business as to comply with the directives of the Reserve Bank of India, the company ceased to accept deposits from September 1997 and the company's application to RBI for certificate of registration (CoR) as a NBFC had been rejected by the RBI in year 2004. The Company contends that the Scheme of One Man Committee shall be implemented in full and other aspect of fresh restructuring scheme such issuance of equity to SBI Home Finance Limited and Pressman Leasing would be approved/decided upon by the Hon'ble Delhi High Court and accordingly the decision on revival of Company would be taken by Hon'ble Delhi High Court. It indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

- (ii) Attention is invited regarding successful implementation of scheme of One Man Committee on which continuity and revival of the Company is completely dependent, which not only includes successful implementation of Schedule of payments described under Phase-I and Phase-II, but also realisability of funds from the disposal of Fixed Assets especially Building which is under dispute with Tenant as well as NBCC.
- (iii) We draw attention in relation to the deposit Rs. 1,950.00 lakhs with the Hon'ble Delhi High Court. DCM Services Ltd, as a promoter had committed to bring in Rs. 1,950.00 lakhs as a promoter contribution upon sanction of their restructuring scheme under erstwhile Section 391 of the Indian Companies Act, 1956 which is under implementation by One Man Committee appointed with the direction of Hon'ble Delhi High Court. The Court vide order dated 06.05.2008 has asked DCM Services Limited to deposit Rs. 1,950.00 lakhs with the Court and pursuant to the court order DCM Services Limited deposited Rs 500.00 lakhs on 16.07.2010, Rs 670.00 lakhs on 18.11.2010, Rs. 390.00 lakhs on 21.04.2011 & Rs. 390.00 lakhs on 27.04.2012 aggregating to Rs. 1,950.00 lakhs on behalf of the promoters with the Registrar, Hon'ble Delhi High Court. All the funds are with Delhi High Court along-with accrued interest thereon. No financial impact of this has been recorded in the financials of the company till 31st March, 2024 as there is no clarity provided by Hon'ble High Court of Delhi on whether Company would have to issue any shares against such contribution as per SEBI guidelines or such amount would be refundable to DCM Services Limited by company or there would be no liability on the Company to either to pay the said amount or issue any shares in lieu of that. Till Company gets any clarity on this matter, no financial entry has been recorded in the books of accounts.
- 

(v) **Contingent liabilities and Other Commitments**

v(a) During the year ended 30th June, 2011 the company's tenant had filed a claim of Rs. 100.00 lakhs against the company due to damages suffered by the tenant which is still pending under arbitration proceedings as on 31st March, 2024.

v(b) There is an award passed by the High Court vide its judgment dated April 27, 2022 against the company in the matter of MS Shoes East Limited for Rs. 12.82 lakhs i.e. the claim amount, along with interest of Rs. 8.97 lakhs for an underwriting given by the company in the year 1995 for the public issue of M/s MS Shoes East Ltd.

v(c) Due to dispute with the builder namely M/s NBCC Ltd. from which the company had purchased an office premises in the year 1995, regarding a claim of Rs. 288.29 lakhs on account of increase in super area and certain other expenditure which the builder i.e. M/s NBCC Ltd. had incurred and the same is pending in arbitration. Breakup of the amount of Rs. 288.29 lakhs mentioned supra is as follows:

S. No.	Description	Amount (in lakhs)
1.	Difference in super area Vs .provisional area	229.28
2.	Claim of property tax	3.19
3.	Claim of ground rent	21.67
4.	Allied charges	7.82
5.	Augmentation of Electric sub station	1.33
6.	Loss of profit	20.00
7.	Arbitration cost	5.00
<b>TOTAL</b>		<b>288.29</b>

During the financial year ending March 31, 2021, the award was given in respect of dispute that has arisen between NBCC Ltd. (Claimant) and DCM Financial Services Limited (Respondent) in relation to sale of Commercial Space-Upper Ground Floor NBCC Place, Pragati Vihar, New Delhi by the Claimant to the respondent.

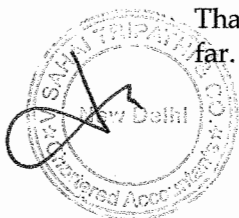
The summary of position of award is as under:

Party	Amount Claimed (in Lakhs)	Awarded (in Lakhs)
NBCC Ltd.- Claimant	434.95	41.06
DCM Financial Services Limited - Counter Claimant/Respondent	3,269.50	78.97

In addition to the above, interest @ 10% is payable by both the parties on their respective amounts.

That whereas NBCC has filed objections to the award in Delhi High Court in December 2020 and the same appears to be lying in objections.

That DCM has also filed objection in Delhi High Court and the same has not being listed so far.



Our opinion is not modified in respect of above matters.

### **Management's Responsibilities for the Consolidated Annual Financial Results**

These consolidated annual financial results have been prepared on the basis of the consolidated annual financial statements. The Company's management and Board of Directors are responsible for the preparation and presentation of these consolidated annual financial results that give a true and fair view of the net profit/loss and other comprehensive income/loss and other financial information of the Group in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated annual financial results, management and the Board of Directors of the Group are responsible for assessing the ability of each company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Board of Directors either intends to liquidate the companies or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of the Group is also responsible for overseeing the financial reporting process of each company included in the Group.

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

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

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



- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing through a separate report on the complete set of the financial statements on whether the Company has adequate internal financial controls with reference to the financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the consolidated annual financial results made by management and Board of Directors.
- Conclude on the appropriateness of management and Board of Director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated annual financial results, including the disclosures, and whether the consolidated annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of the entities within the Group to express an opinion on the consolidated annual financial results. We are responsible for the direction, supervision and performance of the audit of financial statement of the companies included in the consolidated financial results of which we are the independent auditors.

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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

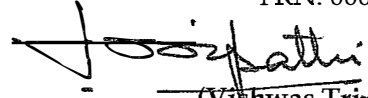


**Other Matter**

The consolidated annual financial results include the results for the quarter ended 31 March 2024 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

---

**For V Sahai Tripathi & Co.**  
Chartered Accountants  
FRN: 000262N

  
(Vishwas Tripathi)  
Partner  
Membership No. 086897



**Place:** New Delhi

**Date:** 28<sup>th</sup> May, 2024

**UDIN:**  
24086897BKCSSZ9355

# DCM FINANCIAL SERVICES LIMITED

## ANNEXURE I

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along -  
with Annual Audited Financial Results - (Standalone)

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31,2024</b> [See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations,2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)  (Amt. in lakhs, except EPS)	Adjusted Figures (audited figures after adjusting for qualifications)  (Amt. in lakhs, except EPS)
	1.	Turnover / Total income	80.80	80.80
	2.	Total Expenditure	174.09	1,514.09
	3.	Net Profit/(Loss)	(93.04)	(1,433.04)
	4.	Earnings Per Share (in Rs.)	(0.42)	(6.48)
	5.	Total Assets	2,344.31	2,344.31
	6.	Total Liabilities	2,344.31	2,344.31
	7.	Net Worth	(4,894.48)	(6,234.48)
	8.	Any other financial item(s) (as felt appropriate by the management)		
<b>II. Audit Qualification (each audit qualification separately):</b>				
a) <b>Details of Audit Qualification:</b>				
i	<p>Justice Anil Kumar* as one man committee was appointed vide order dated:- 3rd September, 2015 by the Hon'ble High Court of Delhi to scrutinize the list of depositors and other claimants and to take steps enumerated hereinafter with the view to resolve at-least some of the disputes. The one-man committee submitted its report on to Hon'ble High Court of Delhi on 22nd April, 2016. Taking cognizance of the report, Hon'ble High Court of Delhi on 10th August, 2017 accepted the recommendation of one-man committee enumerated in the report. Under Scheme of One-Man Committee, Interest of Rs 235 lakhs are payable to Debenture Holders and Rs 1,448 lakhs are payable to Fixed Depositors under Phase-2 of Schedule of Payments laid down by One Man Committee. Presently the said committee has waived any further payment of Interest to Fixed Depositors, Debenture-holders and other lenders, however on complete liquidation of properties and investments, if any surplus remains after payment to all stakeholder creditors, then further payment of Interest would be decided. All stakeholders' creditors which are covered under scheme has given its consent to the scheme. No provision of Rs. 1,683 lakhs as laid down under the scheme towards Interest on Debentures and Fixed Deposits, have been provided in the financial statements on the outstanding amount of Debentures and Fixed Deposits.</p> <p>Had interest of Rs. 1,683 lakhs been provided for in the financial statements of year ending 31st March 2018 on outstanding amount of Debentures and Fixed Deposits, the Net Profit before tax would have been lowered by Rs. 1,683 Lakhs and Net Profit after tax would have been lowered by Rs. 1,340 Lakhs as at 31st March, 2018. The cumulative net loss as well as Current Liabilities as at 31st March, 2024 would have been higher by Rs 1,340 lakhs.</p> <p><i>*The Hon'ble High Court of Delhi has appointed Mr. Laxmi Kant Gaur, District Judge (Retd.) vide its order dated 29th July 2021, as the One Man Committee in place of Hon'ble Mr. Justice Anil Kumar (in view of his unfortunate demise). The One Man Committee would continue from the stage at which the exercise assigned to the One Man Committee by the High Court stands, at the stage when Hon'ble Mr. Justice Anil Kumar unfortunately expired. The agenda of the One Man Committee would be as per the order dated 3rd September, 2015, read with subsequent orders passed, if any, in that regard.</i></p>			





ii	For redemption of 'B' series debentures of Rs. 2014.98 Lacs debenture redemption reserve is required to be created. Debenture redemption reserve of Rs. 2014.98 Lacs has not been created due to insufficient profits.																											
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v	<b>Contingent liabilities and Other Commitments</b>																											
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	<p>In addition to the above, Interest @ 10% is payable by both the parties on their respective amounts.</p> <p>That whereas NBCC has filed objections to the award in Delhi High Court in December 2020 and the same appears to be lying in objections.</p> <p>That DCM has also filed objection in Delhi High Court and the same has not being listed so far.</p>
	<p><b>Emphasis of Matter</b></p> <p>(i) We draw attention to the fact that the Company has incurred a net loss of Rs. 93.29 lakhs during the year ended March 31, 2024 and, as of that date, the Company's current liabilities exceeded its total assets by Rs. 4,609.98 lakhs. The accumulated loss as on 31st March, 2024 stands to Rs. 9,116.70 lakhs (Previous year Rs. 9,023.42 lakhs). As on 31st March, 2024, the Company's total liabilities exceeded to its total assets by Rs.4,894.48 lakhs (Previous year Rs. 4,801.20 lakhs).</p> <p>Further, the Company is not carrying on any business as to comply with the directives of the Reserve Bank of India, the company ceased to accept deposits from September 1997 and the company's application to RBI for certificate of registration (CoR) as a NBFC had been rejected by the RBI in year 2004. The Company contends that the Scheme of One Man Committee shall be implemented in full and other aspect of fresh restructuring scheme such issuance of equity to SBI Home Finance Limited and Pressman Leasing would be approved/decided upon by the Hon'ble Delhi High Court and accordingly the decision on revival of Company would be taken by Hon'ble Delhi High Court. It indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.</p> <p>(ii) Attention is invited regarding successful implementation of scheme of One Man Committee on which continuity and revival of the Company is completely dependent, which not only includes successful implementation of Schedule of payments described under Phase-I and Phase-II, but also realisability of funds from the disposal of Fixed Assets especially Building which is under dispute with Tenant as well as NBCC.</p> <p>(iii) We draw attention in relation to the deposit Rs. 1,950.00 lakhs with the Hon'ble Delhi High Court. DCM Services Ltd, as a promoter had committed to bring in Rs. 1,950.00 lakhs as a promoter contribution upon sanction of their restructuring scheme under erstwhile Section 391 of the Indian Companies Act, 1956 which is under implementation by One Man Committee appointed with the direction of Hon'ble Delhi High Court. The Court vide order dated 06.05.2008 has asked DCM Services Limited to deposit Rs. 1,950.00 lakhs with the Court and pursuant to the court order DCM Services Limited deposited Rs 500.00 lakhs on 16.07.2010, Rs 670.00 lakhs on 18.11.2010, Rs. 390.00 lakhs on 21.04.2011 &amp; Rs. 390.00 lakhs on 27.04.2012 aggregating to Rs. 1,950.00 lakhs on behalf of the promoters with the Registrar, Hon'ble Delhi High Court. All the funds are with Delhi High Court along-with accrued interest thereon. No financial impact of this has been recorded in the financials of the company till 31st March, 2024 as there is no clarity provided by Hon'ble High Court of Delhi on whether Company would have to issue any shares against such contribution as per SEBI guidelines or such amount would be refundable to DCM Services Limited by company or there would be no liability on the Company to either to pay the said amount or issue any shares in lieu of that. Till Company gets any clarity on this matter, no financial entry has been recorded in the books of accounts.</p>
	<p>b) <b>Type of Audit Qualification:</b> Qualified Opinion i, ii, iii, iv and v</p>
	<p>c) <b>Frequency of qualification:</b> Whether appeared first time / repetitive / since how long continuing</p>



*[Handwritten signature]*

	<p>i Repetitive since Sept 30th, 1999</p> <p>ii Repetitive since Sept,30th 1999</p> <p>iii Repetitive since Sept,30th 1999</p> <p>iv Repetitive since June,30th 1998</p> <p>v(a) Repetitive since 31st March,2011-Tenant Claim</p> <p>v(b) Repetitive since 30th June,2012-MS Shoes</p> <p>v(c) Repetitive since 30th June,2010-NBCC</p>
	<p>d) For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</p>
i	<p>Provision of interest on certain liabilities covered under Para i is in accordance with the Scheme of restructuring filed by the Company before the Hon'ble Delhi High Court, which provides for waiver and cancellation of interest and the same is pending before the Hon'ble Court. Further, the quantum of interest, if any will be decided by the High Court of Delhi upon completion of phase II payments and sale of assets. Since, Management contends that no interest will be payable as per restructuring scheme no provision of interest is required to be made.</p>
ii	<p>Non-creation of debenture redemption reserve. The same cannot be created due to insufficient profits in the past against the redemption of debenture. This has no impact on financial results of the company as redemption reserve is to be created out of Reserve and Surplus available with the company. Company has commenced repayments in the earlier years as well as in the current Year as per directions of the Hon'ble High Court of Delhi vide order dated 10<sup>th</sup> Aug, 2017 and recommendations of One Man Committee. Company is still not creating Debenture redemption Reserve for the same reason that it has no sufficient profits to do so.</p>
v	<p>(a) There are certain disputes with the tenant and the claim of tenant is contested in the suit for recovery filed by the Company and the same is pending arbitration. Company is hopeful of winning the Arbitration matter, so no provision of liability is made in this regard.</p>
	<p>(b) Company has preferred an appeal before Hon'ble High Court of Delhi in the MS Shoes East Limited matter against the arbitration order and the same pending adjudication. Company is hopeful of winning the Arbitration case, so no provision of liability is made in this regard.</p>
	<p>(c) Company has received a favorable award but the same has been challenged by both parties in High Court, so no provision of liability is made in this regard is made.</p>
	<p>e) For Audit Qualification(s) where the impact is not quantified by the auditor:</p> <p>Management's estimation on the impact of audit qualification:</p>
iii	<p>Depletion in the value of Assets charged to Banks/Institution and Debentures in Para iii relates to ascertainment of Security against Debentures and Bank Loan, which could not be ascertained. Management is of the view that Repayment to Banks/ Institution and Debenture holders is being made as per Restructuring scheme and company has already made payments to Banks and Institution under Phase I and Phase II so the matter of depletion of security will not affect the repayment to them under the scheme.</p>
iv	<p>In view of litigation with creditors as mentioned in the iii above, it is not possible to obtain the balance confirmations from all creditors.</p> <p>Similarly, the company is in litigation with various lease and hire purchase customers also and the matters are sub-judice, hence confirmations and acknowledgements are not feasible from them also.</p>



*[Handwritten signature]*

	<p><b>Emphasis Of Matter</b></p> <p><i>i) Management View :</i></p> <p><b>Item (i)</b>  <i>In light of fresh scheme of arrangement is pending before the Hon'ble High Court of Delhi and a part of the same is being implemented through the One Man Committee, the Company has plans for future business and income generation. Accordingly, it is not only prudent but also imperative to draw the financial statements based on such Going Concern basis. The Scheme seeks to restructure relying on debt equity swaps and profits earned by engaging in service oriented, fee based business leading to progressive reduction in the debt of the Company. The Scheme of Arrangement would not only enable the Company to wipe out its debts but will also enable it to reduce carry forward losses to be a profitable entity So the accounts are drawn on the basis that company is a Going Concern.</i></p> <p><b>Item (ii)</b>  <i>Company is hopeful that scheme will be implemented successfully, and funds will be realized from disposal of fixed Assets including NBCC Building. As per the scheme sufficient funds will be available to pay all its debts.</i></p> <p><b>Item (iii)</b>  <i>Company contends that funds which are deposited with Hon'ble High Court will be either used to pay off debts of the company or will be refunded to the promoter company, so the financial entry of such amount is not required in books of accounts.</i></p>
	<p><b>If management is unable to estimate the impact, reasons for the same:</b></p>
<p>iii</p>	<p><i>Due to charge created earlier on assets against dues to the banks, and debenture holders these have been shown as secured and there is no financial impact.</i></p>
<p>iv</p>	<p><i>As mentioned in the qualification related to balance confirmation that it's not feasible to get the confirmation from Creditors as well as from debtors and receivable due to various cases against them. Management cannot determine the impact due to non-confirmation of balances. However Wherever, necessary provision for NPAs have already been created in accordance with RBI guidelines and no further financial impact can be estimated.</i></p>
<p><b>Emphasis of Matter</b></p>	<p><i>i) As explained earlier the accounts have been prepared on the basis of going concern basis on account of pending restructuring scheme and hence the management is unable to estimate the impact.</i></p> <p><i>ii) The scheme has been examined by a Committee appointed by the Hon'ble High Court of Delhi and it's under implementation under the supervision of Court. In view of this management is unable to estimate any financial impact.</i></p> <p><i>iii) At present the funds are deposited with the Court by the promoter and as the same are to be utilized in the implementation of the scheme. The funds once released to Company will be utilized as per directions of the Court and as such no impact has been taken in books of account.</i></p>
	<p><b>Auditors' Comments:</b></p>
	<p><b>Qualification (iii)</b></p> <p><i>The value of assets charged as security in favor of banks, debenture holders &amp; financial institutions have depleted over a period of time. This qualification has bearing on disclosure of liabilities as Secured Vs Unsecured. The depletion has not yet been ascertained by the Company. It needs to ascertain for appropriate disclosure as per Schedule III of Companies Act 2013. Accordingly, to the extent shortfall, if any, the liability is unsecured, the same has been shown as secured which is incorrect disclosure. The same to be read as per audit report.</i></p>



Qualification (iv)

Balance confirmations are essential component of auditing. Third Party confirmations confirms the management point of view and balances considered by it for financial statements. If third party does not agree with the balance then it is necessary to prepare reconciliation and examine whether any claim of income or charge skipped to be recorded. In the absence of such confirmations it was not feasible for us to determine any financial impact which could be there. The balances considered by it are the initial balances in 1998 and adjusted thereafter if any payment has been made. The qualifications has been determined by considering the claims lodged initially by such parties. Fresh Restructuring scheme submitted in the year 2004 with Hon'ble Delhi High Court and no attempt has been made by the management to get balance confirmations of security deposits provided, trade receivables, some bank balances, FD balances with bank, rent receivables, other advances, borrowings, balances payable to related parties and other receivables and payables. Accordingly it is not feasible for us ascertain whether any claim or income or charge has been skipped to be recorded which could have financial impact. The same to be read as per audit report.

III.	<b>Signatories:</b>	<i>Mishra</i>  <i>Tripathi</i>
	• CEO/Managing Director	
	• CFO	
	• Audit Committee Chairman	
	• Statutory Auditor	
	Place: New Delhi	
Date: 28th May, 2024		



# DCM FINANCIAL SERVICES LIMITED

## ANNEXURE I

**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along -  
with Annual Audited Financial Results - (Consolidated)**

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2024</b> [See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications)  (Amt. in lakhs, except EPS)	Adjusted Figures (audited figures after adjusting for qualifications)  (Amt. in lakhs, except EPS)
	1.	Turnover / Total income	81.99	81.99
	2.	Total Expenditure	176.13	1516.13
	3.	Net Profit/(Loss)	(94.14)	(1,434.14)
	4.	Earnings Per Share (in Rs.)	(0.42)	(6.48)
	5.	Total Assets	2,364.89	2,364.89
	6.	Total Liabilities	2,364.89	2,364.89
	7.	Net Worth	(4,874.51)	(6,214.51)
	8.	Any other financial item(s) (as felt appropriate by the management)		
<b>II. Audit Qualification (each audit qualification separately):</b>				
a) <b>Details of Audit Qualification:</b>				
<p>Justice Anil Kumar* as one man committee was appointed vide order dated:- 3rd September, 2015 by the Hon'ble High Court of Delhi to scrutinize the list of depositors and other claimants and to take steps enumerated hereinafter with the view to resolve at-least some of the disputes. The one-man committee submitted its report on to Hon'ble High Court of Delhi on 22nd April, 2016. Taking cognizance of the report, Hon'ble High Court of Delhi on 10th August, 2017 accepted the recommendation of one-man committee enumerated in the report. Under Scheme of One-Man Committee, Interest of Rs 235 lakhs are payable to Debenture Holders and Rs 1,448 lakhs are payable to Fixed Depositors under Phase-2 of Schedule of Payments laid down by One Man Committee. Presently the said committee has waived any further payment of Interest to Fixed Depositors, Debenture-holders and other lenders, however on complete liquidation of properties and investments, if any surplus remains after payment to all stakeholder creditors, then further payment of Interest would be decided. All stakeholders' creditors which are covered under scheme has given its consent to the scheme. No provision of Rs. 1,683 lakhs as laid down under the scheme towards Interest on Debentures and Fixed Deposits, have been provided in the consolidated financial statements on the outstanding amount of Debentures and Fixed Deposits.</p> <p>Had interest of Rs. 1,683 lakhs been provided for in the financial statements of year ending 31st March 2018 on outstanding amount of Debentures and Fixed Deposits, the Net Profit before tax would have been lowered by Rs. 1,683 Lakhs and Net Profit after tax would have been lowered by Rs. 1,340 Lakhs as at 31st March, 2018. The cumulative net loss as well as Current Liabilities as at 31st March, 2024 would have been higher by Rs 1,340 lakhs.</p> <p><i>*The Hon'ble High Court of Delhi has appointed Mr. Laxmi Kant Gaur, District Judge (Retd.) vide its order dated 29th July 2021, as the One Man Committee in place of Hon'ble Mr. Justice Anil Kumar (in view of his unfortunate demise). The One Man Committee would continue from the stage at which the exercise assigned to the One Man Committee by the High Court stands, at the stage when Hon'ble Mr. Justice Anil Kumar unfortunately expired. The agenda of the One Man Committee would be as per the order dated 3rd September, 2015, read with subsequent orders passed, if any, in that regard.</i></p>				




ii	For redemption of 'B' series debentures of Rs. 2014.98 Lacs debenture redemption reserve is required to be created. Debenture redemption reserve of Rs. 2014.98 Lacs has not been created due to insufficient profits.																											
iii	The value of assets charged as security in favor of banks, debenture-holders & financial institutions have been depleted over a period of time. The depletion has not yet been ascertained by the Company. To the extent of shortfall, if any, the liability is unsecured, whereas the same has been shown as secured.																											
iv	Balance confirmation of security deposits provided, trade receivables, some bank balances, FD balances with bank, rent receivables, other advances, borrowings, balances payable to related parties and other receivables and payables have not been received from the parties/persons concerned. In the absence of balance confirmations, the closing balances as per books of accounts have been incorporated in the financial statements and have been shown, unless otherwise stated by the management about its recoverability in the financials including considering the NPA Provisions, are good for recovery/payment. Time barred debts under the Limitations Act have not been separately ascertained and written off or provided for. In the absence of such confirmation & corresponding reconciliation, it is not feasible for us to determine financial impact on the consolidated financial statements and the amount referred as receivable/payable in the consolidated financial statements can differ.																											
v	<b>Contingent liabilities and Other Commitments</b>																											
	v(a) During the year ended 30 <sup>th</sup> June, 2011 the company's tenant had filed a claim of Rs. 100.00 Lacs against the company due to damages suffered by the tenant which is still pending under arbitration proceedings as on 31 <sup>st</sup> March, 2024.																											
	v(b) There is an award passed by the High Court vide its judgment dated April 27, 2022 against the company in the matter of MS Shoes East Limited for Rs. 12.82 lakhs i.e. the claim amount, along with interest of Rs. 8.97 lakhs for an underwriting given by the company in the year 1995 for the public issue of M/s MS Shoes East Ltd.																											
	v(c) Due to dispute with the builder namely M/s NBCC Ltd. from which the company had purchased an office premises in the year 1995, regarding a claim of Rs. 288.24 Lacs on account of increase in super area and certain other expenditure which the builder i.e. M/s NBCC Ltd. had incurred and the same is pending in arbitration. Breakup of the amount of Rs. 288,24 Lacs mentioned supra is as follows:																											
	<table border="1"> <thead> <tr> <th>S. No.</th> <th>Description</th> <th>Amount in lacs</th> </tr> </thead> <tbody> <tr> <td>1.</td> <td>Difference in super area Vs. provisional area</td> <td>229.28</td> </tr> <tr> <td>2.</td> <td>Claim of property tax</td> <td>3.19</td> </tr> <tr> <td>3.</td> <td>Claim of ground rent</td> <td>21.67</td> </tr> <tr> <td>4.</td> <td>Allied charges</td> <td>7.82</td> </tr> <tr> <td>5.</td> <td>Augmentation of Electric sub station</td> <td>1.33</td> </tr> <tr> <td>6.</td> <td>Loss of profit</td> <td>20.00</td> </tr> <tr> <td>7.</td> <td>Arbitration cost</td> <td>5.00</td> </tr> <tr> <td colspan="2"><b>TOTAL</b></td> <td><b>288.29</b></td> </tr> </tbody> </table>	S. No.	Description	Amount in lacs	1.	Difference in super area Vs. provisional area	229.28	2.	Claim of property tax	3.19	3.	Claim of ground rent	21.67	4.	Allied charges	7.82	5.	Augmentation of Electric sub station	1.33	6.	Loss of profit	20.00	7.	Arbitration cost	5.00	<b>TOTAL</b>		<b>288.29</b>
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	During the financial year ending March 31,2021, the award was given in respect of dispute that has arisen between NBCC Ltd. (Claimant) and DCM Financial Services Limited (Respondent) in relation to sale of Commercial Space-Upper Ground Floor NBCC Place, Pragati Vihar, New Delhi by the Claimant to the respondent. The summary position of award is as under:																											
	<table border="1"> <thead> <tr> <th>Party</th> <th>Amount Claimed (in lacs.)</th> <th>Awarded (in lacs)</th> </tr> </thead> <tbody> <tr> <td>NBCC Ltd.- Claimant</td> <td>434.95</td> <td>41.06</td> </tr> <tr> <td>DCM Financial Services Limited - Counter Claimant/Respondent</td> <td>3,269.50</td> <td>78.97</td> </tr> </tbody> </table>	Party	Amount Claimed (in lacs.)	Awarded (in lacs)	NBCC Ltd.- Claimant	434.95	41.06	DCM Financial Services Limited - Counter Claimant/Respondent	3,269.50	78.97																		
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That whereas NBCC has filed objections to the award in Delhi High Court in December 2020 and the same appears to be lying in objections.

That DCM has also filed objection in Delhi High Court and the same has not being listed so far.

#### Emphasis of Matter

(i) We draw attention to the fact that the Group has incurred a net loss of Rs. 94.14 lakhs during the year ended March 31, 2024 and, as of that date, the Group's current liabilities exceeded its total assets by Rs. 4,589.94 lakhs. The accumulated loss as on 31st March, 2024 stands to Rs. 9,096.73 lakhs (Previous year Rs. 9,002.59 lakhs). As on 31st March, 2024, the Group's total liabilities exceeded to its total assets by Rs. 4,874.52 lakhs (Previous year Rs. 4,780.38 lakhs).

Further, the Company is not carrying on any business as to comply with the directives of the Reserve Bank of India, the company ceased to accept deposits from September 1997 and the company's application to RBI for certificate of registration (CoR) as a NBFC had been rejected by the RBI in year 2004. The Company contends that the Scheme of One Man Committee shall be implemented in full and other aspect of fresh restructuring scheme such issuance of equity to SBI Home Finance Limited and Pressman Leasing would be approved/decided upon by the Hon'ble Delhi High Court and accordingly the decision on revival of Company would be taken by Hon'ble Delhi High Court. It indicates that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern.

(ii) Attention is invited regarding successful implementation of scheme of One Man Committee on which continuity and revival of the Company is completely dependent, which not only includes successful implementation of Schedule of payments described under Phase-I and Phase-II, but also realisability of funds from the disposal of Fixed Assets especially Building which is under dispute with Tenant as well as NBCC.

(iii) We draw attention in relation to the deposit Rs. 1,950.00 lakhs with the Hon'ble Delhi High Court. DCM Services Ltd, as a promoter had committed to bring in Rs. 1,950.00 lakhs as a promoter contribution upon sanction of their restructuring scheme under erstwhile Section 391 of the Indian Companies Act, 1956 which is under implementation by One Man Committee appointed with the direction of Hon'ble Delhi High Court. The Court vide order dated 06.05.2008 has asked DCM Services Limited to deposit Rs. 1,950.00 lakhs with the Court and pursuant to the court order DCM Services Limited deposited Rs 500.00 lakhs on 16.07.2010, Rs 670.00 lakhs on 18.11.2010, Rs. 390.00 lakhs on 21.04.2011 & Rs. 390.00 lakhs on 27.04.2012 aggregating to Rs. 1,950.00 lakhs on behalf of the promoters with the Registrar, Hon'ble Delhi High Court. All the funds are with Delhi High Court along-with accrued interest thereon. No financial impact of this has been recorded in the financials of the company till 31st March, 2024 as there is no clarity provided by Hon'ble High Court of Delhi on whether Company would have to issue any shares against such contribution as per SEBI guidelines or such amount would be refundable to DCM Services Limited by company or there would be no liability on the Company to either to pay the said amount or issue any shares in lieu of that. Till Company gets any clarity on this matter, no financial entry has been recorded in the books of accounts.

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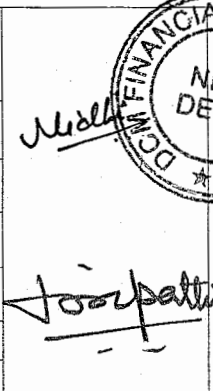



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	<p><b>Qualification (iii)</b></p> <p>The value of assets charged as security in favor of banks, debenture holders &amp; financial institutions have depleted over a period of time. This qualification has bearing on disclosure of liabilities as Secured Vs Unsecured. The depletion has not yet been ascertained by the Company. It needs to ascertain for appropriate disclosure as per Schedule III of Companies Act 2013. Accordingly, to the extent shortfall, if any, the liability is unsecured, the same has been shown as secured which is incorrect disclosure. The same to be read as per audit report.</p>



Qualification (iv)

Balance confirmations are essential component of auditing. Third Party confirmations confirms the management point of view and balances considered by it for financial statements. If third party does not agree with the balance then it is necessary to prepare reconciliation and examine whether any claim of income or charge skipped to be recorded. In the absence of such confirmations it was not feasible for us to determine any financial impact which could be there. The balances considered by it are the initial balances in 1998 and adjusted thereafter if any payment has been made. The qualifications has been determined by considering the claims lodged initially by such parties. Fresh Restructuring scheme submitted in the year 2004 with Hon'ble Delhi High Court and no attempt has been made by the management to get balance confirmations of security deposits provided, trade receivables, some bank balances, FD balances with bank, rent receivables, other advances, borrowings, balances payable to related parties and other receivables and payables. Accordingly it is not feasible for us ascertain whether any claim or income or charge has been skipped to be recorded which could have financial impact. The same to be read as per audit report.

III.	<u>Signatories:</u>	
	• CEO/Managing Director	
	• CFO	
	• Audit Committee Chairman	
	• Statutory Auditor	
	Place: New Delhi	
Date: 28th May, 2024		





**Dated: 28.05.2024**

The Head- Listing Compliance

The Head- Listing Compliance

The Head- Listing Compliance

**BSE Limited,**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Fort Mumbai- 400001

**National Stock Exchange of India Ltd.**  
Exchange Plaza,  
Plot no. C/1, G Block,  
Bandra-Kurla Complex  
Mumbai - 400 051

**The Calcutta Stock Exchange Ltd.**  
7, Lyons Range, Murgighata,  
BBD Bagh, Kolkata,  
West Bengal- 700001

**Security Code: 511611**

**Stock Code: DCMFINSERV**

**SUBJECT: Submission of details of Outstanding Qualified Borrowings and Incremental Qualified Borrowings with reference to SEBI Circular No. SEBI/HO/DDHS/DDHS-RACPOD1/P/CIRJ2023/172 dated October 19, 2023**

Dear Sir/ Madam,

With reference to captioned subject, as required we are providing the following details of Outstanding Qualified Borrowings and Incremental Qualified Borrowings along with the Annual Financial Results being filed with Stock Exchange for the Financial Year ending 31st March, 2024.

<b>Sr. No.</b>	<b>Particulars</b>	<b>Amount (Rs. in Crores)</b>
1	Outstanding Qualified Borrowings at the start of the financial year (Rs. In Crores)	71.68
2	Outstanding Qualified Borrowings at the end of the financial year (Rs. In Crores)	67.49
3	Highest credit rating of the company relating to the unsupported bank borrowings or plain vanilla bonds, which have no structuring/support built in.	NA
4	Incremental borrowing done during the year (qualified borrowing) (Rs. In Crores)	0
5	Borrowings by way of issuance of debt securities during the year (Rs. In Crores)	0

**DCM FINANCIAL SERVICES LIMITED**

CIN L65921DL1991PLC043087

Regd. Office: Upper Ground Floor, South Tower, NBCC Place,  
Bhisham Pitamah Marg, Delhi, 110003

Tel-011-41077750 email ID: info@dfsionline.in

Website: www.dfsionline.in



You are requested to take above information on your records.

**For DCM Financial Services Limited**

**(Nidhi Deveshwar)**  
**Chairperson & Whole time Director**  
**DIN: 09505480**

**Place: Delhi**

**DCM FINANCIAL SERVICES LIMITED**

CIN L65921DL1991PLC043087

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