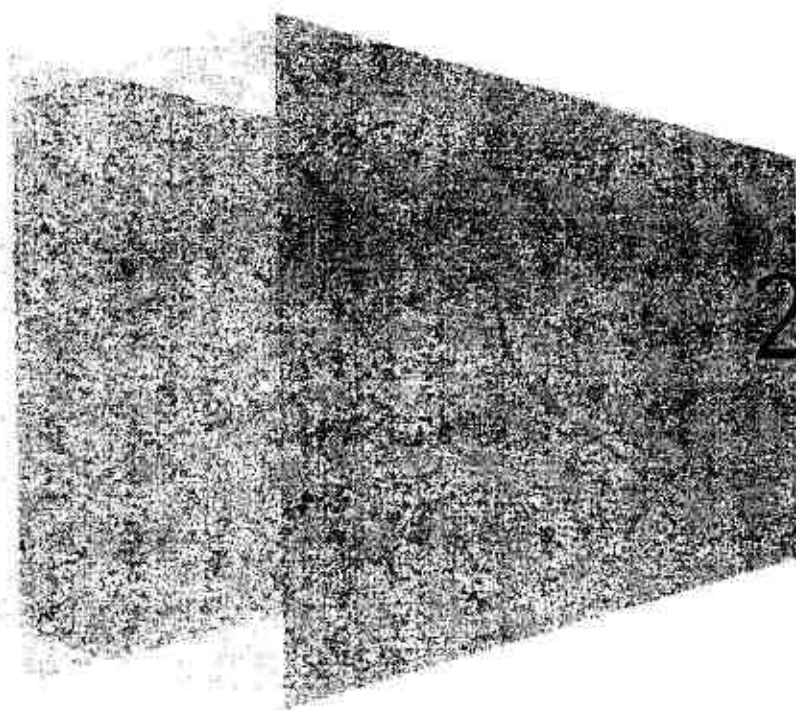


# **DC Infotech and Communication Limited**

*Annual Report 2020*



**2019-20**

## **KEY DRIVERS OF COMPANY:**

### **Board of Directors and Key-Managerial Persons**

Mr. Chetankumar Timbadia	-	Managing Director
Mr. Devendra Sayani	-	Whole-time Director
Mr. Jayeshkumar Sayani	-	Non Executive Director
Mrs. LippeeRajani	-	Independent Director(Woman Director)
Ms. Sneha Chotai	-	Independent Director (Woman Director)
Mr. Piyush Shah	-	Chief Financial Officer
Mr. Bhavesh Singh	-	Company Secretary & Compliance Officer

#### **Statutory Auditor**

**M/s D G M S & CO.**

Chartered Accountants

Add:Office No. 10,VihangVihar, Opp.

Gautam Park, Panchpakhadi,

Thane West – 400602

Firm Registration No.:0112187W

Membership No.:115279

#### **Internal Auditor**

**G.V.Radia& Associates**

Chartered Accountants

Add:223, 2nd Floor, Naman Plaza, S V

Road,Kandivali (West), Mumbai – 67

Firm Registration No.: 138160W

Membership No.: 156857

#### **Registrar and Transfer Agent**

**Satellite Corporate Services Pvt. Ltd.**

Add:Office No. 106 & 107, Dattani Plaza, East West

Compound, AndheriKurla Road,Safedpul,

Saki Naka, Andheri (E),Mumbai – 72

SEBI Registration No: INR000003639

Email ID: service@satellitecorporate.com

Website: www.satellitecorporate.com

#### **Banks**

Kotak Mahindra Bank

Axis Bank

Yes Bank

## **Chairman's Message to Shareholders**

Dear fellow shareholders,

Good afternoon, Ladies and Gentlemen! It gives me great pleasure to welcome you all to the 2<sup>nd</sup> Annual General Meeting of the company. I would like to thank you for sparing valuable time with us and for your continued faith in DC Infotech and Communication Limited and its management. I hope you and your family members are remaining healthy and staying safe.

As I speak, the infection rate continues to rise in several parts of the country, but we are learning to live and work in the changed circumstances. The advent of a few lifesaving medicines provides welcome relief and there is hope that a vaccine will be available before the end of this calendar year. I must salute the spirit of the Government authorities, healthcare workers, police, and the public, in fighting the pandemic.

The road ahead is full of challenges, but it is equally exciting and promising. I wish to place on record my deep sense of gratitude to my colleagues on the Board for their counsel and support.

Moreover, it gives me immense pleasure to announce that in December 2019, our Company successfully Listed in NSE-SME platform, after fulfilling all the required criteria. This opportunity would create better visibility for the Company to reach out to a wider investor community. Listing of company bears a testimony to our performance, shareholder trust and client confidence. Our Company has grown significantly since listing on the SME platform, and we believe we are ready for this larger platform, this move enabling us to achieve new and higher benchmarks.

I thank you once again for your continued faith in DC Infotech and Communication Limited and its management.

I wish you and your family members all the best!

Thank you!

## NOTICE

NOTICE is hereby given that the **2<sup>nd</sup> Annual General Meeting** of the Members of **DC INFOTECH AND COMMUNICATION LIMITED** will be held at Unit No.13, Aristocrate, Lajya Compound, Mogra Road, Andheri (E), Mumbai - 400069, Maharashtra, India on Wednesday, **30<sup>th</sup> September, 2020 at 12.00 noon** to transact the following business:

### Ordinary Business:

**1. Adoption of ACCOUNTS:**

To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended 31<sup>st</sup> March, 2020, together with the Reports of the Board of Directors and Auditors thereon.

**2. Appointment of Director:**

To appoint a Director in place of Mr. Chetankumar Hasmukhlal Timbadia, (DIN: 06731478) who retires by rotation in terms of Section 152(6) of the Companies Act, 2013 and being eligible, offers himself for re-appointment.

PLACE: MUMBAI

DATE: 2<sup>nd</sup> September, 2020



By Order of the Board of Directors

Mr. Chetankumar Timbadia  
Managing Director  
DIN: 06731478

Registered Office: Unit No.2 Aristocrat, Ground Floor,  
Lajya Compound, Mogra Road, Andheri (E),  
Mumbai - 400069, Maharashtra

### DC Infotech and Communication Limited

Registered Offi: Unit No.2, Aristocrate, Lajya Compound, Mogra Road, Andheri (E), Mumbai - 400069, Maharashtra, India  
Telephone No. 022 28329000(Hunting), Email: [info@dcinfotech.com](mailto:info@dcinfotech.com) website : [www.dcinfotech.com](http://www.dcinfotech.com)  
CIN :U74999MH2019PLC319622

**Notes:**

1. The statement pursuant to Section 102(1) of the Companies Act, 2013 with respect to the special business set out in the Notice is annexed herewith.
2. A member entitled to attend and vote is entitled to appoint a proxy to attend and on poll, to vote on his/her behalf. Such a proxy need not be a member of the Company. The enclosed proxy form should be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the AGM. A person shall not act as a Proxy for more than 50 members and holding in the aggregate not more than 10% of the total voting share capital of the Company. However, a single person may act as a proxy for a member holding more than 10% of the total voting share capital of the Company provided that such person shall not act as a proxy for any other person.
3. Proxy-holders are requested to carry an Identity Proof at the time of attending the meeting.
4. Members are requested to send in their queries at least a week in advance to the Chief Financial Officer & Company Secretary at the Registered Office of the Company to facilitate clarifications during the meeting.
5. Pursuant to the provisions of Section 108 and all other applicable provisions of the Act read with the Companies(Management and Administration) Rules, 2014, as amended and Regulation 44 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the Company is pleased to provide e-voting facility to all its members, to enable them to cast their votes electronically and has engaged the services of NDSL's E-voting as the agency to provide e-voting facility. Instructions for the process to be followed for e-voting are annexed with this Annual Report.
6. During the voting period, members can login to NDSL's-voting platform any number of times till they have voted on all the resolutions. Once the vote on a resolutions cast by a member, whether partially or otherwise, the member shall not be allowed to change it subsequently or cast the vote again.
7. Members can opt for only one mode of voting, that is, either by physical Ballot voting at AGM or e-voting. In case members cast their votes through both the modes, voting done by e-voting shall prevail and votes cast through physical Ballot will be treated as "INVALID".
8. **The e-voting period commences on Sunday, September 27, 2020 at 9:00 a.m. (IST) and ends on Tuesday, September 29, 2020 at 5:00 p.m. (IST). During this period, members of the Company, holding shares either in physical or dematerialised form, as on the cut-off date, that is, Wednesday, September 23, 2020, may cast their vote electronically.**
9. Members who have not registered their e-mail addresses are requested to register the same with the Company's Registrars and Transfer Agents / Depository Participant(s) for sending future communication(s) in electronic form.
10. A member need not use all his / her / its votes nor does he / she / it need to cast all his / her / its votes in the same way.
11. M/s Dilip Vasudeo Gupta., Practising Company Secretary, (Membership No. ACS 21727, CP No. 21634) have been appointed as the Scrutiniser to scrutinise the voting process in a fair and transparent manner.
12. The Scrutiniser shall, immediately after the conclusion of voting at the general meeting, first count the votes cast at the meeting, in the presence of at least two witnesses not in the employment of the Company and make, not later than 48 hours of conclusion of the

**DC Infotech and Communication Limited**

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CIN :U74999MH2019PLC319622

- meeting, a Scrutiniser's Report of the total votes cast in favour or against, if any, to the Chairman of the Company who shall countersign the same.
13. The resolutions will be deemed to be passed on the AGM date subject to receipt of the requisite numbers of votes in favour of the resolutions.
  14. The results declared along with the Scrutiniser's Report shall be placed on the Company's website [www.dcinfotech.com](http://www.dcinfotech.com) after same has been communicated to the NSE.
  15. The route map for the venue of the meeting has been given in the attendance slip.

PLACE: MUMBAI

DATE: 2<sup>nd</sup> September, 2020



By Order of the Board of Directors

A handwritten signature in black ink, appearing to read "Chetankumar Timbadia".

Mr. Chetankumar Timbadia  
Managing Director  
DIN: 06731478

Registered Office: Unit No.2 Aristocrat, Ground Floor,  
Lajya Compound, Mogra Road, Andheri (E),  
Mumbai - 400069, Maharashtra

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**Information about the Directors seeking re-appointment**

Sr No.	Nature of Information	Mr. Chetankumar Hasmukhlal Timbadia (Details of Director seeking re-appointment)
1	Name	Mr. Chetankumar Hasmukhlal Timbadia
	Father's Name	Mr. Hasmukhlal Timbadia
	Date of birth	September 20, 1969
2	Age	51
3	Director Identification Number	06731478
4	Qualifications	Computer Engineer (B.E)
5	Experience:	He is graduated with a degree of Bachelor of Engineering (Computer Engineering). He has experience of around two decades in the Information technology (IT) sector. Over the years, he has developed the network of vendors, channel partners and customers through his adeptness in building long term relationships across technologies, verticals, compliances and geographies.
6	Terms and conditions of re-appointment	5 Years - He shall be liable to retire by rotation.
7	Date of appointment	January 15, 2019
8	Shareholding in the Company	1440000
9	Relationship with other Directors, Manager and KMP, if any	NIL
10	No. of Meetings of the Board held during the Financial year 31 March 2020	<b>Held</b> 9 <b>Attended</b> 9
11	Member of Committee of the Board in other Companies	Nil
12	List of Public Companies (in India) in which outside Directorships are held.	Nil

## E-Voting Instructions

Members opting to vote through e-voting, instead of voting through the physical Ballot voting at AGM, may access the e-voting facility:

**Note : Please read the instructions carefully before exercising your vote.**

**Facility to exercise vote(s) by means e-voting will be available during the following period :**

Commencement of voting	End of voting
From 9:00 a.m. (IST) on Sunday, September 27, 2020	Up to 5:00 p.m. (IST) on Tuesday, September 29, 2020

The voting will not be allowed beyond 5:00 p.m. (IST) on Tuesday, September 29, 2020 and the e-voting shall be disabled by NSDL upon expiry of the aforesaid date and time.

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

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

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

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

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

### **How to Log-into NSDL e-Voting website?**

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholders' section.
3. A new screen will open. You will have to enter your User ID, your Password and a Verification Code as shown on the screen.

*Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID

## **DC Infotech and Communication Limited**

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CIN : U74999MH2019PLC319622



	For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID  For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company  For example if folio number is 001*** and EVEN is 114120 then user ID is 114120001***

5. Your password details are given below:

- a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- c) How to retrieve your 'initial password'?
  - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
  - (ii) If your email ID is not registered, your 'initial password' is communicated to you on your postal address.

6. If you are unable to retrieve or have not received the " Initial password" or have forgotten your password:

- a) Click on "**Forgot User Details/Password?**"(If you are holding shares in your demat account with NSDL or CDSL) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
- b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

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 CIN :U74999MH2019PLC319622

- c) If you are still unable to get the password by aforesaid two options, you can send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) mentioning your demat account number/folio number, your PAN, your name and your registered address.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
  8. Now, you will have to click on "Login" button.
  9. After you click on the "Login" button, Home page of e-Voting will open.

**Details on Step 2 is given below:**

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

1. After successful login at Step 1, you will be able to see the Home page of e-Voting. Click on e-Voting. Then, click on Active Voting Cycles.
2. After click on Active Voting Cycles, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle is in active status.
3. Select "EVEN" of company for which you wish to cast your vote.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

**General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [dilipgupta123@yahoo.co.in](mailto:dilipgupta123@yahoo.co.in) / [csdilipgupta123@gmail.com](mailto:csdilipgupta123@gmail.com) (e-mail ID of Scrutinizer) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event,

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CIN : U74999MH2019PLC319622

you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.

3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800-222-990 or send a request [atevoting@nsdl.co.in](mailto:atevoting@nsdl.co.in)

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CIN :U74999MH2019PLC319622

# PROXY FORM

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

## DC INFOTECH AND COMMUNICATION LIMITED 2<sup>nd</sup> Annual General Meeting – Wednesday, 30th September, 2020 at 12.00 noon.

Name of Member(s):	Email ID:
Registered Address:	Folio No. / Client ID:
	DP ID:
	No. of Shares held:

I/We being the holders of \_\_\_\_\_ shares of the above named Company hereby appoint

Name	
Email ID	
Address	
Or failing him	
Name	
Email ID	
Address	
Or failing him	
Name	
Email ID	
Address	

as my/our proxy, whose signature is appended overleaf, to attend and vote (on a poll) for me/us on my/our behalf in respect of such resolutions as are indicated below, at the 2<sup>nd</sup> Annual General Meeting of the Company to be held at **Unit No.13, Aristocrate, Lajya Compound, Mogra Road, Andheri (E), Mumbai - 400069, Maharashtra, India** on **Wednesday, 30<sup>th</sup> September, 2020 at 12.00 noon.**

\_\_\_\_\_  
*Signature of Member*

\_\_\_\_\_  
*Signature of First Proxy Holder    Signature of Second Proxy Holder    Signature of Third Proxy Holder*

# VOTING BALLOT

2<sup>nd</sup> Annual General Meeting – Wednesday, 30<sup>th</sup> September, 2020, 12:00 noon

Particulars / Agenda of AGM		Vote	
Sr. No.	Resolution	For	Against
<b>Ordinary Business</b>			
1	To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended 31 <sup>st</sup> March, 2020, together with the Reports of the Board of Directors and Auditors thereon.		
2	To appoint a Director in place of Mr. Chetankumar Hasmukhlal Timbadia, (DIN: 06731478) who retires by rotation in terms of Section 152(6) of the Companies Act, 2013 and being eligible, offers herself for re-appointment.		

Signed this \_\_\_\_\_ day of September, 2020.

Affix revenue  
stamp of not  
Less than  
Re. 1/-

\_\_\_\_\_  
*Signature of Member*

\_\_\_\_\_  
*Signature of First Proxy Holder*

\_\_\_\_\_  
*Signature of Second Proxy Holder*

\_\_\_\_\_  
*Signature of Third Proxy Holder*

**Notes:**

1. Please sign this Voting Ballot on respective place i.e. member or proxy.
2. For resolutions and its explanatory notes, please refer Annual report and Notice of the 2<sup>nd</sup> Annual General Meeting of the Company.
3. Members are requested to put tick mark(✓) wherever they want to cast their vote in favour of Resolution or in against of Resolution.
4. Members are requested to contact Company Secretary of the Company in case of any confusion or clarification.

# ATTENDANCE SLIP

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

**DC INFOTECH AND COMMUNICATION LIMITED**  
**2<sup>nd</sup> Annual General Meeting – Wednesday, 30th September, 2020 at 12.00 noon.**

Registered Folio No./DP ID No./Client ID No.: \_\_\_\_\_

No. of Shares held(in Numbers): \_\_\_\_\_

No. of Shares held (in Numbers): \_\_\_\_\_

I certify that I am a member/proxy for the member of the Company.

I hereby record my presence at the at the 2<sup>nd</sup> Annual General Meeting of the Company to be held at Unit No.13, Aristocrate, Lajya Compound, Mogra Road, Andheri (E), Mumbai - 400069, Maharashtra, India on 30<sup>th</sup> September, 2020 at 12.00 noon.

\_\_\_\_\_  
**NAME of Member / Proxy**  
**(In Block Letters)**

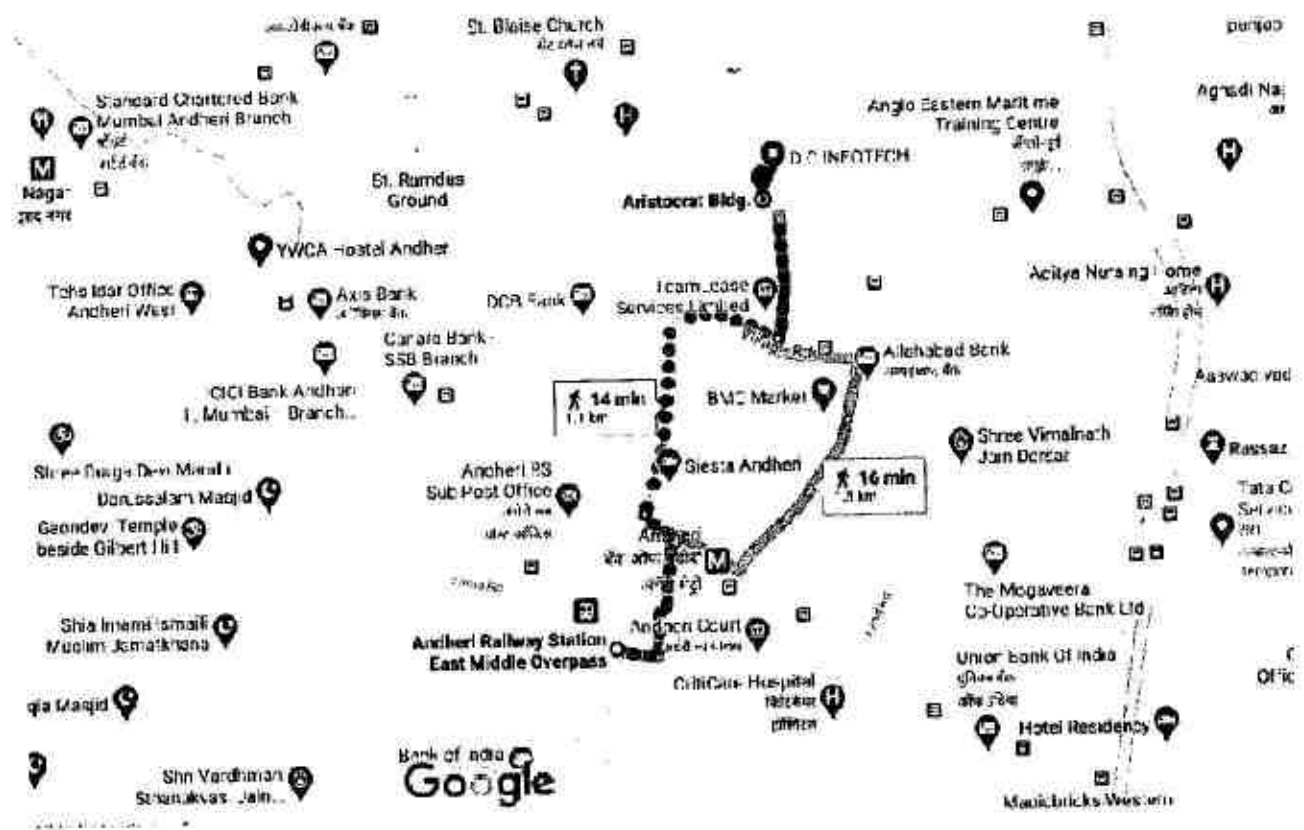
\_\_\_\_\_  
**SIGNATURE of Member / Proxy**

**Note:**

Please fill up the attendance slip and after duly signed, hand it over at the entrance of the meeting hall at Attendance Verification Counter, before Annual General Meeting commences.



## Route map to AGM Venue from Andheri Railway Station:



## DIRECTORS' REPORT

To,  
The Members,  
**DC Infotech and Communication Limited**

Your Directors have pleasure in presenting the second Annual Report on business and operations along with the Audited Financial Statements for the year ended March 31, 2020.

### BACKGROUND:

Company was originally formed as a Partnership Firm, under the Indian Partnership Act, 1932 in the name and style of "DC Infotech" pursuant to partnership deed dated April 01, 1998. Further the Partnership Firm was converted into Public Limited Company "DC Infotech and Communication Limited" on January 15, 2019 pursuant to Part I of Chapter XXI of the Companies Act, 2013 vide certificate of incorporation issued by Registrar of Companies, Central Registration Centre. The Corporate Identification Number of our Company is U74999MH2019PLC319622

### FINANCIAL HIGHLIGHTS

The highlights of the Financial Results are:

<i>Particulars</i>	<i>(Amount in Rs.)</i>	
	<i>March 31, 2020</i>	<i>March 31, 2019</i>
Revenue from Operations and Other Income	147,83,58,272	15,39,36,668
Less: Expenses	145,32,82,762	14,52,78,785
<b>Profit Before Tax</b>	<b>2,50,75,510</b>	<b>86,57,883</b>
Less: Exceptional Items	-	-
Less: Extraordinary Items	79,91,236	-
Less: Tax Expenses	43,86,427	28,53,702
<b>Profit after Tax</b>	<b>1,26,97,847</b>	<b>58,04,181</b>
Balance brought forward	58,04,181	-
<b>Amount available for Appropriation</b>		
Add: Share Premium Account	8,40,00,000	-
Less: Income Tax for earlier periods	-	-
Less: Dividend Paid	-	-
Less: Dividend Distribution Tax Paid	-	-
<b>Balance carried to Balance Sheet</b>	<b>10,25,02,028</b>	<b>58,04,181</b>
Earnings per Share (Basic)	2.96	1.61
Earnings per Share (Diluted)	2.96	1.61

### BUSINESS PERFORMANCE

The year gone by has been really profitable. The Company's revenue increased to Rs. 147,83.58 Lakhs as compared to Rs. 15,39.36 Lakhs in the previous year marking an increase by Rs. 132,44.22 Lakhs.

The Company's Net Profit after Tax stood at Rs. 1,26.98 Lakhs as compared to Rs. 58.04 Lakhs in the previous year registering an increase of Rs. 68.94 Lakhs.

## **COVID-19:**

Quite unknown to the rest of the world, towards the end of 2019, an unprecedented health emergency was gathering steam in the city of Wuhan in China. The Novel Coronavirus disease (christened COVID-19), went on to become a pandemic, spreading across continents like a raging wild-fire. By the end of March 2020, COVID-19 had brought the world of business to a grinding stop. Country-wide lockdowns not only halted domestic economic activities but also disrupted global supply chains with unimagined severity. By the mid-May 2020, authorities across the globe were cautiously attempting to begin a stage-wise lifting of lockdowns, starting mankind's long and arduous march back towards normalcy.

Given the severity and universality of the pandemic's impact, all economic forecasts are now subject to frequent revisions. In its April 2020 World Economic Outlook, IMF has predicted the global GDP to record a rare contraction of -3% in 2020, while predicting a sharp rebound to a 5.8% growth in 2021.

The COVID-19 pandemic developed rapidly into a global crisis, forcing governments to enforce lock-downs of all economic activity. For the Company, the focus immediately shifted to ensuring the health and well-being of all employees, and on minimizing disruption to services for all our customers globally

## **DIVIDEND**

In order to conserve the financial resources for the further growth and aiding the financial resources, your directors have decided not to recommend any dividend for the financial year ended 31st March, 2020

## **TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND**

The provisions of Section 125(2) of the Companies Act, 2013, do not apply as there was no dividend which were unclaimed or unpaid since last seven years.

## **TRANSFER TO RESERVES**

The whole profit after tax has been transferred to Surplus in the Statement of Profit & Loss.

## **SHARE CAPITAL**

At the beginning of the year, the Authorised Share Capital of the Company is Rs. 6,00,00,000 divided into 60,00,000 Equity Shares of face value of Rs. 10.00 each

At the beginning of the year, the Issued, Subscribed and Paid Up Share Capital of the Company Rs. 36,00,000 Equity Shares of face value of Rs. 10.00 each

Further company had Issued Equity Shares through Initial Public Offering of 24,00,000 Equity Shares of face value of Rs. 10.00 each.

The Issued, Subscribed and Paid Up Share Capital of the Company Rs. 6,00,00,000 divided into 60,00,000 Equity Shares of face value of Rs. 10.00 each

### DEPOSITORY SYSTEM

The Company has entered into an agreement with the National Securities Depository Limited (NSDL) as well as the Central Depository Services (India) Limited (CDSL) to enable shareholders to hold shares in dematerialized form. The Company also offers simultaneous dematerialisation of the physical shares lodged for transfer.

### DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Board consists of Executive and Non-executive Directors including Independent Directors along with Key Managerial Personnel who have vast experience in the core business activity of the Company. The composition of the Board is in consonance with norm specified in the SEBI Regulations with the Stock Exchange.

Sr No	Name of Director	Designation	Date of Appointment	Date of Resignation	DIN
1	Mr. Chetankumar Hasmukhlal Timbadia	Managing Director	15/01/2019	-	06731478
2	Mr. Devendra Kishorkumar Sayani	Wholetime Director	15/01/2019	-	06731484
3	Mr. Jayeshkumar Kishorkumar Sayani	Director	15/01/2019	-	08332277
4	Ms. Sneha Atul Chotai	Independent Director	30/05/2019	-	08456107
5	Mrs. Lipee Rajesh Rajani	Independent Director	29/07/2019	-	08521484
6	Mr. Gaurav Radia	Independent Director	30/05/2019	27/07/2019	08451544
6	Mr. Piyush Shah	Chief Financial officer	02/05/2019	-	-
7	Ms. Nikita Shukla	Company Secretary & Compliance Officer	01/06/2019	17/01/2020	-
8	Mr. Bhavesh Singh	Company Secretary & Compliance Officer	16/03/2020	-	-

In terms of the provisions of the Act, Mr. Chetankumar Hasmukhlal Timbadia (DIN 06731478), Director of the Company retires by rotation and being eligible offers himself for re-appointment at the ensuing Annual General Meeting. The Board recommends his re-appointment for the consideration of the Members of the Company at the ensuing Annual General Meeting

### BOARD MEETINGS

During the year, 9 Meetings of Board of Directors were convened and held (20-05-2019/24-06-2019/27-07-2019/21-08-2019/27-09-2019/16-10-2019/28-11-2019/23-12-2019/07-03-2020). The intervening gap between the Meetings was within the period prescribed under the

Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

Sr. No.	Name of Director	Category of Director	No of Board Meetings attended	
			Held	Attended
1.	Mr. Chetankumar Hasmukhlal Timbadia	Managing Director	9	9
2.	Mr. Devendra Kishorkumar Sayani	Wholetime Director	9	9
3.	Mr. Jayeshkumar Kishorkumar Sayani	Non Executive Director	9	9
4.	Ms. Sneha Atul Chotai	Independent Director	8	8
5.	Mrs. Lipee Rajesh Rajani	Independent Director	6	6

\* Ms. Sneha Atul Chotai appointment w.e.f 30/05/2019 and Mrs. Lipee Rajesh Rajani appointment w.e.f 29/07/2019.

#### GENERAL MEETING

Below is the details of General Meeting held during the financial year..

Sr No	Types of Meeting	Date of Meeting
1	Extra Ordinary General Meeting (EGM)	30-05-2019
2	Extra Ordinary General Meeting (EGM)	29-07-2019
3	Annual General Meeting	14-08-2019

#### DIRECTORS' RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in accordance with the provisions of Section 134 (3) (c) and 134(5) of the Companies Act, 2013:

1. That in preparation of the Annual Accounts for the year ended March 31, 2020, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;
2. That the directors had selected such accounting policies and applied consistently and made judgments and estimates that were reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year ended March 31, 2020 and the profits of the Company for the year under review;
3. That proper and sufficient care has been taken for the maintenance of adequate accounting records for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
4. That the annual accounts for the year ended March 31, 2020, have been prepared on a 'going concern basis.'



5. That proper internal financial controls were in place and that such internal financial controls are adequate and were operating effectively.
6. That proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.

#### **STATUTORY AUDITORS**

Pursuant to the provisions of Section 139 of the Act read with the Companies (Audit & Auditors) Rules, 2014 and the rules framed there under, appointment of M/s. Doshi Maru & Associates, Chartered Accountants, (Firm Registration No. 0112187W), as the Statutory Auditors of the Company were done at 1<sup>st</sup> Annual General Meeting of the company for the period of 5 years.

The Company has obtained a certificate for their independence and eligibility for their appointment as Statutory Auditors, and the same are within the limits as specified in section 141 of the Companies Act, 2013.

The Auditors' Report for the financial year 2019-20 does not contain any qualification, reservation or adverse remark.

The Auditors' Report on the financial statements for the financial year 2019-20 is self explanatory and do not call for any further explanation of the Board

During the Period under review, no matter of actual or alleged fraud were reported by the auditor (Statutory Auditor, Secretarial Auditor) to the Board.

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

#### **INTERNAL AUDIT AND INTERNAL FINANCIAL CONTROLS**

The Company has in place well defined and adequate internal controls commensurate with the size of the Company and the same were operating effectively throughout the year. The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. Apart from in-house Internal Audit function, to strengthen and maintain transparency, the Company has also appointed M/s Gaurav Radia., Chartered Accountants, Mumbai, as Internal Auditors of the Company in accordance with Section 138 of the Companies Act, 2013, to examine the effectiveness of internal control system.



## **INDEPENDENT DIRECTORS:**

Pursuant to the provisions of Section 161 of the Act, Ms. Sneha Atul Chotai (DIN: 08456107) and Mrs. Lipee Rajesh Rajani (DIN: 08521484) were-appointed as an Independent Directors by members of the Company w.e.f 30/05/2019 and 29/07/2019 respectively.

## **DECLARATION BY INDEPENDENT DIRECTORS AND STATEMENT ON COMPLIANCE OF CODE OF CONDUCT**

The Company has received declarations from all the Independent Directors of the Company confirming that they meet with the criteria of independence as prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and SEBI Listing Regulations 2015. Further, The Independent Directors are not liable to retire by rotation.

The Board of Directors has adopted the Code of Conduct for the Independent directors of the Company and the compliance of the same is affirmed by them annually.

## **CORPORATE SOCIAL RESPONSIBILITY**

The Company has not developed and implemented any Corporate Social Responsibility initiative as company does not fall under any applicability of the said provisions as per the Companies Act, 2013.

## **AUDIT COMMITTEE**

During the year, Meetings of Audit Committee were convened and held on 15<sup>th</sup> February, 2020. Your Directors ensures that Audit Committee meets regularly to review reports, including significant audit observations and follow-up actions thereon. The Audit Committee also meets the Company's Statutory Auditors to ascertain their views on financial statements, including the financial reporting system, related parties transactions, compliance to accounting policies and procedures.

Composition of

Sr No	Names	Designation	Status	1 Meeting held on 15/02/2020	
				Held	Attended
1	Ms. Lipee Rajesh Rajani	Chairman	Independent Director	1	1
2	Ms. Sneha Chotai	Member	Independent Director	1	1
3	Mr. Chetankumar Timbadia	Member	Managing Director	1	1

## **NOMINATION AND REMUNERATION COMMITTEE**

During the year, No Meeting of Nomination and Remuneration Committee was convened. Your Directors ensures that the Company follows a Policy on Remuneration of Directors and Senior Management Employees. The policy shall be approved by the Nomination & Remuneration Committee and the Board. The main objective of the said policy is to ensure

that the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate the Directors, KMP and Senior Management employees.

#### Composition of Nomination And Remuneration Committee

	<b>Names</b>	<b>Designation</b>	<b>Status</b>
1	Ms. Sneha Chotai	Chairman	Independent Director
2	Ms. Lipee Rajesh Rajani	Member	Independent Director
3	Mr. Jayeshkumar Sayani	Member	Non Executive Director

The policy of the Company on Director's appointment and remuneration is uploaded on to the Company's website and the same is available at <http://dcinfotech.com/>.

#### STAKEHOLDERS' RELATIONSHIP COMMITTEE

During the year, One (15/02/2020) Meeting of Stakeholders' Relationship Committee was convened and held. During the year, under review, Company has complied with all compliances as mandated by various government authorities and Company has not received any complaint from its Investor or shareholders or any individuals.

#### Composition of and Details of Meeting Of Stakeholders' Relationship Committee

	<b>Names</b>	<b>Designation</b>	<b>Status</b>	<b>1 Meeting held on 15/02/2020</b>	
				<b>Held</b>	<b>Attended</b>
1	Ms. Sneha Chotai	Chairman	Independent Director	1	1
2	Ms. Lipee Rajesh Rajani	Member	Independent Director	1	1
3	Mr. Devendra Sayani	Member	Whole Time Director	1	1

#### PREVENTION AND REDRESSAL OF SEXUAL HARASSMENT AT WORK PLACE

During the year, No Meeting of Internal Compliant Committee (under Sexual Harassment Policy) were held. The Company has a Policy on "Prevention of Sexual Harassment of Women at Work Place" and matters connected therewith or incidental thereto covering all the aspects as contained under the 'The Sexual Harassment of Women at Work Place (Prohibition, Prevention and Redressal) Act, 2013'. Your Directors state that during the year under review, no cases were filed pursuant to the Sexual Harassment of Women at Work Place (Prevention, Prohibition and Redressal) Act, 2013.

#### VIGIL MECHANISM / WHISTLE BLOWER POLICY

The Company has adopted a Whistle Blower Policy establishing vigil mechanism, to provide a formal mechanism to the Directors and employees to report their concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct or other policies. The policy provides for adequate safeguards against victimization of employees who avail of mechanism and also provides for direct access to the Chairman of the Audit Committee. It is affirmed that no personnel of the Company has been denied access to the Audit Committee. The policy of vigil mechanism is available on the Company's website.

The policy of the Company on Vigil Mechanism / Whistle Blower is uploaded on to the Company's website and the same is available at <http://dcinfotech.com/>.

#### **FAMILIARIZATION PROGRAMME**

The familiarization programme aims to provide Independent Directors with the industry scenario, the socio-economic environment in which the Company operates, the business model, the operational and financial performance of the Company, significant developments so as to enable them to take well informed decisions in a timely manner. This programme also seeks to update the Directors on the roles, responsibilities, rights and duties under various Acts and other statutes.

#### **CRITERIA OF MAKING PAYMENTS TO NON-EXECUTIVE DIRECTORS**

The policy of the Company on Criteria of making payments to Non-executive Directors is uploaded on to the Company's website and the same is available at <http://dcinfotech.com/>.

#### **BOARD EVALUATION**

In compliance with the provisions of Section 134(3)(p) of the Act read with Rule 8(4) of the Companies (Accounts) Rules, 2014, the Board carried out annual evaluation of its own performance, that of its Committees and individual directors.

The performance of the Board and its committees and individual directors were evaluated by the Board after seeking inputs from all the Directors on the basis of criteria, such as composition and structure of the Board, quality of deliberations, effectiveness of the procedures adopted by the Board, participation of the Board and committee meetings and governance reviews etc.

As per Schedule IV to the Companies Act, 2013 a separate meeting of Independent Directors was held to be held to reviewed the performance of Non-Independent Directors, the Board as a whole, and the Chairman of the Company.

#### **Criteria for evaluation of Board as a whole**

- i. The frequency of meetings;
- ii. The length of meetings;
- iii. The administration of meeting;
- iv. The number of committees (if any) and their roles ;
- v. The flow of information to board members and between board members;
- vi. The quality and quantity of information; and
- vii. The Disclosure of Information to the stakeholders.

#### **Criteria for evaluation of the Individual Directors**

- i. Ability to contribute and monitor corporate governance practices;
- ii. Ability to contribute by introducing best practices to address top management issues;

- iii. Participation in long term strategic planning;
- iv. Commitment to the fulfilment of director obligations and fiduciary responsibilities;
- v. Guiding strategy;
- vi. Monitoring management performance and development;
- vii. Statutory compliance & corporate governance;
- viii. Attendance and contribution at Board /Committee (if any) meetings;
- ix. Time spent by each of the member; and
- x. Core competencies.

## **REMUNERATION OF DIRECTORS AND EMPLOYEES OF COMPANIES**

The information required under Section 197(12) of the Act read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this Report is appended as to the Board's report. In terms of first proviso to Section 136 of the Act, the Report and Accounts are being sent to the Members and others entitled thereto, excluding the information on employees' particulars as required pursuant to provisions of Rule 5(2) and Rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

The said information is available for inspection by the Members at the Registered Office of the Company during business hours on working days of the Company up to the date of the ensuing AGM. If any Member is interested in obtaining a copy thereof, such Member may write to the Company Secretary in this regard.

## **DEPOSITS**

Your Company has not accepted any deposit and as such no amount of principal and interest were outstanding as at the Balance Sheet date.

## **HUMAN RESOURCES**

### **A. Employee Relations**

We believe that success of Company depends on the talent and dedication of our employees and we strive to attract, hire, develop and retain outstanding employees. In view of this, we have laid down a comprehensive set of policies aiming at attracting, retaining and motivating employees. We believe significant benefits are realized from having a strong and seasoned management team with many years of experience in technology distribution and related industries. We consider relations with our employees to be good.

### **B. Trade Relations**

The Company maintained healthy, cordial and harmonious industrial relations at all levels. Despite severe competition, the enthusiasm and unstinting efforts of the employees have enabled the Company to remain at the forefront of the Industry.

This accord incorporates novel elements such as introducing wide range of products, nurturing healthy competition, giving pocket friendly credit cycles, timely clearance of dues, easy accessibility to product heads, etc. Your Company will continue in its endeavour to build



and nurture strong links with trade allies, based on mutuality, respect and co-operation with each other and with consistent consumer interest.

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required under the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014 is given hereunder:

##### **A. Conservation of energy**

Your Company is primarily engaged in Trading activities and has not consumed energy of any significant level and hence no additional investment is required to be made for reduction of energy consumption. However, the Company will continue with its efforts to conserve the energy.

##### **B. Technology absorption**

The Company's operations do not require significant absorption of technology.

##### **C. Foreign Exchange Earnings and Outgo**

Particulars	Current Year (in Rs.)	Previous Year (in Rs.)
Foreign Exchange Earnings	4,35,37,409	-
Foreign Exchange Outgo	45,66,42,275	12,92,55,624

#### **EXTRACT OF THE ANNUAL RETURN**

In accordance with Section 134 (3) (a) and as provided under subsection (3) of Section 92 of the Companies Act, 2013 an extract of the Annual Return in prescribed form MGT – 9 is appended as **Annexure – A** to the Board's Report.

#### **RELATED PARTY TRANSACTIONS**

During the year, Company has made several related party transactions which were in the ordinary course of business and on an "arm's length" basis. The particulars of contracts or arrangements entered into by the Company with related parties as referred in sub-section (1) of section 188 of the Companies Act, 2013, in prescribed Form No. AOC-2, is appended as **Annexure – B** to the Board's Report.

#### **MANAGEMENT DISCUSSION AND ANALYSIS**

A Management Discussion and Analysis as required under the Regulation 34(2)(e) of SEBI (Listing Obligations and Disclosure Requirements) Regulation is annexed herewith as **Annexure – C** and forms part of the Boards' Report.

#### **SECRETARIAL AUDIT**

The Board of Directors have appointed M/s. Dilip Gupta, Practising Company Secretary, Mumbai, to conduct Secretarial Audit for the financial year 2019-20 under Section 204 of the Companies Act, 2013 as part of good corporate governance and transparency. The Secretarial Audit Report in form MR-3, for the financial year 2019-20, forms part of the Directors' Report as **Annexure – D**.

Further the Secretarial Audit Report doesn't contain any adverse remark or comments.

#### **DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES:**

As on March 31, 2020, Company does not have any Subsidiary/Joint Ventures/Associate Companies.

#### **LOANS, GUARANTEES & INVESTMENTS:**

The particulars of loans, guarantees and investments have been disclosed in the financial statements.

#### **MATERIAL CHANGES AND COMMITMENTS**

No material changes have taken place affecting the financial position of the Company from the date of closure of financial year till the date of signing of this report.

#### **CHANGE IN ACCOUNTING TREATMENT**

There has been no change in the accounting policies during the period under review.

#### **CHANGE IN NATURE OF BUSINESS**

There has been no change in nature of business of the Company, during the period, under review.

#### **COMPLIANCE WITH SECRETARIAL STANDARDS:**

The Company has complied with the applicable provisions of Secretarial Standards issued by the Institute of Company Secretaries of India.

#### **MATERIAL ORDERS OF JUDICIAL BODIES/REGULATORS:**

During the year, there were no significant and material orders passed by the Regulators/Courts which would impact the going concern status of the Company and its future operations. Further, no penalties have been levied by the RBI or any other regulator during the year under review.

#### **APPRECIATION**

The Directors wish to place on record their sincere appreciation for the continued co-operation, guidance, support and assistance extended during the period under report by the bankers, suppliers and Government agencies. The Board of Directors wishes to express its appreciation for the valuable contribution made by the employees at all levels during the year under report.



For and on behalf of Board of Directors  
DC Infotech and Communication Limited

  
Mr. Chetankumar Timbadia  
Managing Director  
DIN: 06731478

Place: Mumbai  
Date: 2<sup>nd</sup> September, 2020



  
Mr. Devendra Sayani  
Whole-Time Director  
DIN: 06731484

Place: Mumbai

Registered Office:

DC Infotech and Communication Limited

Registered Office:

Unit No.2, Aristocrate, Lajya Compound, Mogra Road, Andheri (E),  
Mumbai - 400069, Maharashtra, India  
Telephone No. 022 28329000(Hunting),  
Email: [info@dcinfotech.com](mailto:info@dcinfotech.com) website : [www.dcinfotech.com](http://www.dcinfotech.com)

Annexure - A TO THE DIRECTORS' REPORT									
Information as required under the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014									
Sr. No.	Name of the employee	Designation of the employee	Remuneration Received	Nature of employment whether contractual or otherwise	Qualification and experience of the employee	Date of Commencement of employment	Age	Last employment held	Whether any such employee is a relative of any director or manager of the company and if so, name of the such Director or manager
1	Mr. Chetankumar Hasmukhlal Timbadia	Managing Director	36,00,000	contractual	BE - Computer	15th January, 2015	50	NA	24% NA
2	Mr. Devendra Kishorkumar Sayani	Whole Time Director	36,00,000	contractual	BE - Electronics	15th January, 2015	51	NA	21% Mr. Jayeshkumar Sayani

**Annexure-A**

<b>Details of the ration of remuneration of each Director to the median employee's remuneration</b>		
Median Remuneration of the employees of the company for the financial year is Rs. 4,32,619		
(i)	The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year	
Sr. No.	Name of the Director	Ratio of remuneration to the median remuneration of the employees
1	Mr. Chetankumar Hasmukhlal Timbadia	8.32
2	Mr. Devendra Kishorkumar Sayani	8.32
(ii)	The Percentage increase in remuneration of each Director, Company secretary, if any, in the financial year	
Sr. No.	Name of the Director	% Increase over last P.Y.
1	Mr. Chetankumar Hasmukhlal Timbadia	Nil
2	Mr. Devendra Kishorkumar Sayani	Nil
(iii)	The Percentage increase in the median remuneration of employees in the financial year	10%
(iv)	The number of Permanent employees on the rolls of the Company	59
(viii)	Average Percentile Increase already made in the salaries of employee other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification there of and point out if there are any exceptional circumstances for increase in the managerial remuneration	Not Applicable

We hereby confirm that the remuneration is as per the Companies Act, 2013 and policy adopted by the Company

**Annexure – A****EXTRACT OF ANNUAL RETURN****(MGT – 9)**as on the financial year ended on 31<sup>st</sup> March 2020

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

**I. REGISTRATION AND OTHER DETAILS:**

i	CIN	U74999MH2019PLC319622
ii	Registration Date	15/01/2019
iii	Name of the Company	DC INFOTECH AND COMMUNICATION LIMITED
iv	Category/Sub-category of the Company	Company Limited by shares
v	Address of the Registered office & contact details	<b>Regd Office Address:</b> Unit No. 2, Aristocrate, Ground Floor, Lajya Compound, Mogra Road, Andheri (E), Mumbai – 400069, MH <b>Contact Person:</b> BHAVESH SINGH (Company Secretary & Compliance Officer) <b>Email ID:</b> <a href="mailto:cs@dcinfotech.com">cs@dcinfotech.com</a> <b>Tel No.:</b> +91 22 28329000
vi	Whether listed company	Yes (NSE EMERGE Listed)
vii	Name, Address & contact details of the Registrar & Transfer Agent, if any.	SATELLITE CORPORATE SERVICES PVT LTD Unit No 49, Bldg No 14, 2nd Floor, Samita Commercial CHS Ltd, Saki Naka, Andheri Mumbai - 400072   <b>Email ID:</b> <a href="mailto:service@satellitecorporate.com">service@satellitecorporate.com</a> <b>Website:</b> <a href="http://www.satellitecorporate.com">www.satellitecorporate.com</a> <b>Tel No.:</b> 22 28520461/462

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

Sr. No.	Name & Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1.	Wholesale of computers and computer peripheral equipment and its parts.	465	100%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES –**

The Company did not have any holding, subsidiary and associate companies as on March 31, 2020.

i) **Category-wise Share Holding –**

i) **Category-wise Share Holding –**

<b>i) Category-wise Share Holding -</b>									
<b>Category of Shareholders</b>	<b>No. of Shares held at the beginning of the year</b>				<b>No. of Shares held at the end of the year</b>				<b>% change during the year</b>
	<b>Demat</b>	<b>Physical</b>	<b>Total</b>	<b>% of Total Shares</b>	<b>Demat</b>	<b>Physical</b>	<b>Total</b>	<b>% of Total Shares</b>	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF *	-	3600000	3600000	100%	3600000	-	3600000	60%	-40%
b) Central Govtor State Govt.	-	-	-	-	-	-	-	-	-
c) Bodies Corporates	-	-	-	-	-	-	-	-	-
d) Bank/FI	-	-	-	-	-	-	-	-	-
e) Any other	-	-	-	-	-	-	-	-	-
<b>SUB TOTAL:(A) (1)</b>	-	3600000	3600000	100%	3600000	-	3600000	60%	-40%
<b>(2) Foreign</b>									
a) NRI- Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any other....	-	-	-	-	-	-	-	-	-
<b>SUB TOTAL (A) (2)</b>	-	-	-	-	-	-	-	-	-
<b>Total Shareholding of Promoter (A)= (A)(1)+(A)(2)</b>	-	3600000	3600000	100%	3600000	-	3600000	60%	-40%

B. PUBLIC SHAREHOLDING									
(1) Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-
c) Central Government	-	-	-	-	-	-	-	-	-
d) State Govt.	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIS	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
SUB TOTAL (B)(1):	-	-	-	-	-	-	-	-	-
(2) Non Institutions									
a) Bodies corporates									
i) Indian	-	-	-	-	8,04,000	-	8,04,000	13.40%	+13.40%
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-					
i) Individual shareholders holding nominal share capital upto Rs.1 lakhs	-	-	-	-	1,35,000	-	1,35,000	02.25%	+2.25%
ii) Individuals shareholders holding nominal share capital in excess of Rs. 1 lakhs	-	-	-	-	12,96,000	-	12,96,000	21.60%	+21.60%
c) Others (specify)	-	-	-	-	-	-	-	-	-
i) Hindu Undivided Families (Huf)	-	-	-	-	1,62,000	-	1,62,000	2.70%	+2.70%
ii)Non Resident Indians (Repatriable)	-	-	-	-	3,000	-	3,000	0.05%	+0.05%
SUB TOTAL (B)(2):	-	-	-	-	24,00,000	-	24,00,000	40.00%	40.00%
Total Public Shareholding (B)= (B)(1)+(B)(2)	-	-	-	-	24,00,000	-	24,00,000	40.00%	40.00%



C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	-	<b>36,00,000</b>	<b>36,00,000</b>	<b>100%</b>	<b>60,00,000</b>	-	<b>60,00,000</b>	<b>100%</b>

**ii) Shareholding of Promoters –**

Sr. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1.	Mr. Chetankumar Hasmukhlal Timbadia	1440000	40%	0	1440000	24%	0	0
2.	Mr. Devendra Kishorkumar Sayani	1260000	35%	0	1260000	21%	0	0
3.	Mr. Jayeshkumar Kishorekumar Sayani	180000	5%	0	180000	3%	0	0
4	Mr. Yash Devendra Sayani	180000	5%	0	180000	3%	0	0
5	Mr. Devansh Kamleshkumar Sayani	180000	5%	0	180000	3%	0	0
6	Mr. Dhairya Chetankumar Timbadia	180000	5%	0	180000	3%	0	0
7	Mr. Dharmik Chetankumar Timbadia	180000	5%	0	180000	3%	0	0
	<b>Total</b>	<b>36,00,000</b>	<b>100</b>	<b>0</b>	<b>36,00,000</b>	<b>60%</b>	<b>0</b>	<b>0</b>

**iii) Change in Promoters' Shareholding (please specify, if there is no change) –**

**A: Mr. Chetankumar Hasmukhlal Timbadia (Managing Director)**

Particulars	Shareholding		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the	No. of shares	% of total shares of the

		company		company
At the beginning of the year	1440000	40%	1440000	24%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease	NIL (No Change)	00.00%	NIL (No Change)	00.00%
At the End of the year	1440000	24%	1440000	24%

**B: Mr. Devendra Kishorkumar Sayani(Whole-time Director)**

Particulars	Shareholding		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	1260000	35%	1260000	21%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease	NIL (No Change)	00.00%	NIL (No Change)	00.00%
At the End of the year	12,60,000	21%	12,60,000	21%

**C: Mr. JayeshkumarKishorekumar Sayani(Director)**

Particulars	Shareholding		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	180000	5%	180000	5%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease	NIL (No Change)	00.00%	NIL (No Change)	00.00%
At the End of the year	1,80,000	3%	1,80,000	3%

**D: Mr. Yash Devendra Sayani (Shareholders)**

Particulars	Shareholding		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	180000	5%	180000	5%
Date wise Increase / Decrease in Shareholding	NIL (No Change)	00.00%	NIL (No Change)	00.00%

during the year specifying the reasons for increase / decrease				
<b>At the End of the year</b>	1,80,000	3%	1,80,000	3%

**C: Mr. DevanshKamleshkumar Sayani(Sharehodler)**

<b>Particulars</b>	<b>Shareholding</b>		<b>Cumulative Shareholding during the year</b>	
	<b>No. of shares</b>	<b>% of total shares of the company</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>
<b>At the beginning of the year</b>	180000	5%	180000	5%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease	NIL (No Change)	00.00%	NIL (No Change)	00.00%
<b>At the End of the year</b>	1,80,000	3%	1,80,000	3%

**C: Mr. DhairyaChetankumar Timbadia(Shareholder)**

<b>Particulars</b>	<b>Shareholding</b>		<b>Cumulative Shareholding during the year</b>	
	<b>No. of shares</b>	<b>% of total shares of the company</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>
<b>At the beginning of the year</b>	180000	5%	180000	5%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease	NIL (No Change)	00.00%	NIL (No Change)	00.00%
<b>At the End of the year</b>	1,80,000	3%	1,80,000	3%

**C: Mr. DharmikChetankumar Timbadia(Shareholder)**

<b>Particulars</b>	<b>Shareholding</b>		<b>Cumulative Shareholding during the year</b>	
	<b>No. of shares</b>	<b>% of total shares of the company</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>
<b>At the beginning of the year</b>	180000	5%	180000	5%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease	NIL (No Change)	00.00%	NIL (No Change)	00.00%
<b>At the End of the year</b>	1,80,000	3%	1,80,000	3%

iv) **Shareholding Pattern of top ten Shareholders (other than Directors, KMPs, Promoters and Holders of GDRs and ADRs):**

Sr.No	NAME	No. of Shares at the begining/End of the year	Date	Increase/Decrease in share-holding	Reason	Number of Shares	Percentage of total shares of the company
1	UNIFIED DATA-TECH SOLUTIONS PRIVATE LIMITED	0	23/12/2019	2,94,000	IPO Allotment	2,94,000	4.90
			10/01/2020	1,53,000	Transfer	1,53,000	7.45
				4,47,000		4,47,000	7.45
2	SMARTNET INFOTECH & SERVICES PRIVATE LTD	0	03/01/2020	90,000	Transfer	90,000	1.50
			10/01/2020	1,83,000	Transfer	1,83,000	4.55
			24/01/2020	-1,35,000	Transfer	-1,35,000	2.30
			31/01/2020	-15,000	Transfer	-15,000	2.05
				1,23,000		1,23,000	2.05
3	JATIN MEHTA	0	23/12/2019	3,000	IPO Allotment	3,000	0.05
			10/01/2020	2,19,000	Transfer	2,19,000	3.70
				2,22,000		2,22,000	3.70
4	DDMY ENTERPRISE PRIVATE LIMITED	0	03/01/2020	1,23,000	Transfer	1,23,000	2.05
			10/01/2020	33,000	Transfer	33,000	2.60
				1,56,000		1,56,000	2.60
5	SANGITA RAJESH JATANIYA	0	23/12/2019	81,000	IPO Allotment	81,000	1.35
			10/01/2020	12,000	Transfer	12,000	1.55
			24/01/2020	21,000	Transfer	21,000	1.90
			31/01/2020	6,000	Transfer	6,000	2.00
				1,20,000		1,20,000	2.00
6	RAJESH VINODRAI JATANIYA	0	23/12/2019	81,000	IPO Allotment	81,000	1.35
			10/01/2020	12,000	Transfer	12,000	1.55
			24/01/2020	27,000	Transfer	27,000	2.00
				1,20,000		1,20,000	2.00
7	VASANTI MAHENDRA CHHEDA	0	24/01/2020	30,000	Transfer	30,000	0.50
			31/01/2020	42,000	Transfer	42,000	1.20
			07/02/2020	24,000	Transfer	24,000	1.60
			14/02/2020	15,000	Transfer	15,000	1.85
			21/02/2020	6,000	Transfer	6,000	1.95
				1,17,000		1,17,000	1.95
8	BHAVEN	0	23/12/2019	3,000	IPO	3,000	0.05

	MAHENDRA CHHEDA		10/01/2020	78,000	Allotment	78,000	1.35
			17/01/2020	9,000	Transfer	9,000	1.50
			24/01/2020	21,000	Transfer	21,000	1.85
			07/02/2020	6,000	Transfer	6,000	1.95
				1,17,000		1,17,000	1.95
9	KHYATI PRATIK JATANIYA	0	23/12/2019	75,000	IPO Allotment	75,000	1.25
			10/01/2020	12,000	Transfer	12,000	1.45
			17/01/2020	12,000	Transfer	12,000	1.65
			24/01/2020	15,000	Transfer	15,000	1.90
				1,14,000		1,14,000	1.90
10	MAYUR MAHENDRA CHHEDA	0	10/01/2020	78,000	Transfer	78,000	1.30
			17/01/2020	9,000	Transfer	9,000	1.45
			24/01/2020	21,000	Transfer	21,000	1.80
			07/02/2020	6,000	Transfer	6,000	1.90
				1,14,000		1,14,000	1.90

**v) Shareholding of Executive Directors and Key Managerial Personnel:**

**A. Mr. Chetankumar Timbadia (Managing Director)**

Particulars	Shareholding		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
<b>At the beginning of the year</b>	1440000	40%	1440000	24%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL (No Change)	00.00%	NIL (No Change)	00.00%
<b>At the End of the year</b>	1440000	24%	1440000	24%

**B: Mr. Devendra Kishorkumar Sayani(Whole-time Director)**

<b>Particulars</b>	<b>Shareholding</b>		<b>Cumulative Shareholding during the year</b>	
	<b>No. of shares</b>	<b>% of total shares of the company</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>
<b>At the beginning of the year</b>	1260000	35%	1260000	21%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease	NIL (No Change)	00.00%	NIL (No Change)	00.00%
<b>At the End of the year</b>	12,60,000	21%	12,60,000	21%

**C: Mr. Jayeshkumar Kishorekumar Sayani(Director)**

<b>Particulars</b>	<b>Shareholding</b>		<b>Cumulative Shareholding during the year</b>	
	<b>No. of shares</b>	<b>% of total shares of the company</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>
<b>At the beginning of the year</b>	180000	5%	180000	5%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease	NIL (No Change)	00.00%	NIL (No Change)	00.00%
<b>At the End of the year</b>	1,80,000	3%	1,80,000	3%

**D. Mr. Piyush Shah (Chief Financial Officer)**

<b>Particulars</b>	<b>Shareholding</b>		<b>Cumulative Shareholding during the year</b>	
	<b>No. of shares</b>	<b>% of total shares of the company</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>
<b>At the beginning of the year</b>	NIL	00.00%	NIL	00.00%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL (No Change)	00.00%	NIL (No Change)	00.00%
<b>At the End of the year</b>	NIL	00.00%	NIL	00.00%



**E. Mr. Bhavesh Singh (Company Secretary and Compliance Officer)**

Particulars	Shareholding		Cumulative Shareholding during the year	
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
At the beginning of the year	NIL	00.00%	NIL	00.00%
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	NIL (No Change)	00.00%	NIL (No Change)	00.00%
At the End of the year	NIL	00.00%	NIL	00.00%

## V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Amount in Rs.)

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	4,19,84,951	14,60,95,088	0	18,80,80,039
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	<b>4,19,84,951</b>	<b>14,60,95,088</b>	<b>0</b>	<b>18,80,80,039</b>
<b>Change in Indebtedness during the financial year</b>				
Additions	5,00,40,718	0	0	5,00,40,718
Reduction	0	(4,67,98,755)	0	(4,67,98,755)
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	9,20,25,669	9,92,96,333	0	19,13,22,002
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
<b>Total (i+ii+iii)</b>	<b>9,20,25,669</b>	<b>9,92,96,333</b>	<b>0</b>	<b>19,13,22,002</b>

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole time director, Director and/or Manager: (Amount in Rs.)

Sr. No.	Particulars of Remuneration	Name of the MD/WTD/Director and/or Manager		TOTAL
		Mr. Chetankumar Hasmukhlal Timbadia (Managing Director)	Mr. Devendra Kishorkumar Sayani (Whole-time Director)	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax, 1961.	36,00,000	36,00,000	72,00,000
	(b) Value of perquisites u/s 17(2) of the Income tax, Act, 1961	0		0
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	0		0
2	Stock option	0		0
3	Sweat Equity	0		0
4	Commission as % of profit others (specify)	0		0
5	Others, please specify	0		0
	<b>TOTAL</b>	<b>36,00,000</b>	<b>36,00,000</b>	<b>72,00,000</b>

**B. Remuneration to other Directors:****(Amount in Rs.)**

Sr. No.	Particulars of Remuneration	Name of Independent / Non- Executive Directors			
		Mr. Jayeshkumar Sayani (Non-Executive Director)	Ms. Sneha Chotali (Independent Director)	Ms. Lipee Rajani (Independent Director)	TOTAL
<b>1</b>	<b>Independent Directors</b>				
	(a) Fee for attending Board and Committee meetings	Nil	Nil	Nil	Nil
	(b) Commission	0	0	0	0
	(c ) Others, please specify	0	0	0	0
	<b>Total (1)</b>	Nil	Nil	Nil	Nil
<b>2</b>	<b>Other Non-Executive Directors</b>				
	(a) Fee for attending Board and Committee meetings	0	0	0	0
	(b) Commission	0	0	0	0
	(c ) Others, please specify.	0	0	0	0
	<b>Total (2)</b>	0	0	0	0
	<b>TOTAL (1+2)</b>	Nil	Nil	Nil	Nil

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTB**  
(Amount in Rs.)

Sr. No.	Particulars of Remuneration	Name of the Key Managerial Personnel		TOTAL
		Mr. Piyush Shah (Chief Financial Officer)	Mr. Bhavesh Singh * (Company Secretary and Compliance Officer)	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax, 1961.	7,97,964	7,500	8,05,464
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	0	0	0
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961	0	0	0
2	Stock option	0	0	0
3	Sweat Equity	0	0	0
4	Commission as % of profit others (specify)	0	0	0
5	Others, please specify	0	0	0
	<b>TOTAL</b>	7,97,964	7,500	8,05,464

\*Appointment since 16<sup>th</sup> March, 2020

## VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>B. DIRECTORS</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL

There were no penalties / punishment / compounding of offences for breach of any section of Companies Act against the Company or its Directors or other officers in default, if any, during the year.

By Order of the Board of Directors



**Mr. Chetankumar Timbadia**

Managing Director

DIN: 06731478

Registered Office: Unit No.2 Aristocrat, Ground Floor,  
Lajya Compound, Mogra Road, Andheri (E),  
Mumbai - 400069, Maharashtra



## Annexure – B

Form No. AOC-2

As on the financial year ended on 31<sup>st</sup> March, 2020

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/ arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 the Companies Act, 2013, including arms' length transactions under third proviso thereto:

### 1. Details of material contracts or arrangement or transactions NOT at arm's length basis :

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contract s/ arrangements/ transactions	Duration of the contract s / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contracts / arrangements s / transactions	Date( s) of approval by the Board	Amount paid as advances	Date on which special resolution was passed in General meeting
1	NIL	NA	NA	NA	NA	NA	NA	NA


### 2. Details of material contracts or arrangements or transactions at arm's length basis:

Sr. No.	Name of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of contracts / arrangements / transactions	Salient features of contracts / arrangements / transactions, including value, if any	Date(s) of approval by the Board / Audit Committee	Amount paid as advances, if any
1.	Mr. Chetankumar Hasmukhlal Timbadia Managing Director)	Remuneration Paid  Interest Paid	On such Terms and Conditions and amount as may be decided by the Board of Directors	Rs. 36,00,000  Rs. 13,09,770	1 <sup>st</sup> February , 2019  1 <sup>st</sup> February , 2019	NA



2.	Mr. Devendra Kishorkumar Sayani	Remuneration Paid	On such Terms and Conditions and amount as may be decided by the Board of Directors	Rs. 36,00,000	1 <sup>st</sup> February , 2019	NA
		Interest Paid		Rs. 13,09,770	1 <sup>st</sup> February , 2019	
3.	DC Systems (Entity over which Key Managerial Persons have significant influence / control)	Purchases	On such Terms and Conditions and amount as may be decided by the Board of Directors	Rs. 16,48,786	1 <sup>st</sup> February , 2019	NA
		Sales		Rs. 5,84,71,140	1 <sup>st</sup> February , 2019	
		Incentive Paid		Rs. 21,35,366	1 <sup>st</sup> February , 2019	

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

  
**Mr. Chetankumar Timbadia**  
**Managing Director**

DIN: 06731478

Registered Office: Unit No.2 Aristocrat, Ground Floor,  
Lajya Compound, Mogra Road, Andheri (E),  
Mumbai - 400069, Maharashtra



## MANAGEMENT DISCUSSION AND ANALYSIS

### *Forward looking statement*

*This Management and Discussion Analysis contains certain “forward-looking statements”. These forward-looking statements generally can be identified by words or phrases such as “aim”, “anticipate”, “believe”, “expect”, “estimate”, “intend”, “objective”, “plan”, “propose”, “project”, “will”, “will continue”, “will pursue” or other words or phrases of similar import.*

*Similarly, statements that describe our strategies, objectives, plans or goals are also forwardlooking statements. All forward-looking statements are subject to risks, uncertainties, expectations and assumptions about us that could cause actual results to differ materially from those contemplated by the relevant forward-looking statement.*

*The Company cannot guarantee that these assumptions and expectations are accurate or will be realized. The Company assumes no responsibility to publicly amend, modify or revise forward looking statements, on the basis of any subsequent developments, information or events. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company’s operations include changes in government regulations, tax laws, economic developments within the country and such other factors globally.*

### **About DC Infotech and Communication Limited**

Our Company started its journey from distribution-based business. However, over a period of time, our Company from distribution-based business to Value Added Distribution of Information Technology products, Networking, Security, surveillance, wireless, broadband, digital signage, firewall’s, desktop virtualization, power solutions and other solutions like network performance, digital performance, cloud security, enterprise security, etc. We are one of the IT Solution distribution houses in India. We had commenced our operations with reselling and redistribution of IT hardware products like Cabinets, motherboards etc. The registered office of the Company is based at Mumbai and we operate in PAN India through a network of distributors, suppliers and dealers.

## **ECONOMIC OVERVIEW**

### **Global Scenario**

During 2019, the Global Economy encountered multiple challenges including protracted trade disputes leading to shrinking of global trade, rising tariff barriers, slow-down in investments and in manufacturing activities. The demand-side constraints affected global commodity prices, including oil and metals. In their attempts to bolster demand through increased liquidity, several Central Banks lowered policy rates. The US dollar strengthened across all other major currencies, making imports more expensive. As per IMF estimates, the Global GDP growth slowed 2.9% for 2019 (from 3.6% in 2018). This slowdown was uniform across advanced as well as emerging economies.

#### **COVID-19:**

Quite unknown to the rest of the world, towards the end of 2019, an unprecedented health emergency was gathering steam in the city of Wuhan in China. The Novel Coronavirus disease (christened COVID-19), went on to become a pandemic, spreading across continents like a raging wild-fire. By the end of March 2020, COVID-19 had brought the world of business to a grinding stop. Country-wide lockdowns not only halted domestic economic activities but also disrupted global supply chains with unimagined severity. By the mid-May 2020, authorities across the globe were cautiously attempting to begin a stage-wise lifting of lockdowns, starting mankind's long and arduous march back towards normalcy.

Given the severity and universality of the pandemic's impact, all economic forecasts are now subject to frequent revisions. In its April 2020 World Economic Outlook, IMF has predicted the global GDP to record a rare contraction of -3% in 2020, while predicting a sharp rebound to a 5.8% growth in 2021.

### **INDIAN ECONOMY**

The Indian economic growth softened to 4.2% in 2019-20 compared to 6.8% in 2018-19. The decline was due to muted private consumption, a contraction in manufacturing and sluggish investments. The Government of India announced a series of counter-cyclical measures to revive the economy, with the Reserve Bank of India (RBI) complementing with an accommodative policy stance for most parts of the year. However, as India geared up for its recovery, the economy was struck by Covid-19. The outbreak of Covid-19 further led to slowdown of the Indian economy. A nationwide lockdown was imposed by the Government of India to break the chain of transmission, bringing all economic activities at halt. Further, various measures like 'Vocal for Local', 'Atmanirbhar Bharat' for boosting liquidity and confidence in the economy were undertaken by the Government. (Source: [economictimes.com](http://economictimes.com))

## **Indian Industry**

INFORMATION AND COMMUNICATIONS TECHNOLOGY (ICT) spend in India grew by 4.7% to reach \$ 90.87 billion in 2019. Enterprise Software and IT Services led the chart with double-digit growths of 11.7% and 10.5% respectively. Devices grew by 7% while Data Center Systems recorded a moderate 1.4% growth. Communication Services recorded a negative growth of -1.7%.

Like in all other investments areas, the COVID-19 crisis is expected to adversely impact the ICT spend in 2020. As per Gartner, ICT spend is projected to de-grow to \$83.5 billion, a decline of -8.1%. This would be the first decline in ICT spending in India, in a 5-year span. Spending on devices and data center systems is projected to record the steepest declines, at -15.1% and -13.2%, respectively. CIOs in India will consider extending life cycles of their existing device assets which will delay new purchases.

## **COMPANY OVERVIEW**

Evolving continuously with changing customer requirements, the Company's Enterprise Business has emerged as a preferred IT solutions provider for its vendors and its partners. We offer consulting and advisory services across platforms and networks to our partners, coupled with implementation and support across Hardware, Software & Cloud assets; as they endeavor to offer solutions and services to meet the end-user's business needs. With a high degree of competency in the Cloud Solutions and Services space, your Company helps customers transition its IT-Infrastructure from Capex to Opex regime.

The overall networking market too remained flat, largely on account of the slowdown in telecom spending, while showing significant growth potential due to DC footprint expansion across enterprises.

Your Company is investing, learning and transforming to emerge as an indirect Solution Provider for many Technology Brands in India. We believe that technology practices like Digital Transformation, Cloud Transformation, Hybrid Cloud, Cyber Security, Data Center Modernization, Application Modernization, AI & ML, IoT & Analytics, Enterprise developers & Automation etc., would drive future growth in IT investments.

## **FINANCIAL OVERVIEW –**

The financial performance of the Company for the financial year ended March 31, 2020, is as follows:

The year gone by has been really profitable. The Company's revenue increased to Rs. 147,83.58 Lakhs as compared to Rs. 15,39.36 Lakhs in the previous year marking an increase by Rs. 132,44.22 Lakhs.

The Company's Net Profit after Tax stood at Rs. 1,26.98 Lakhs as compared to Rs. 58.04 Lakhs in the previous year registering an increase of by Rs. 68.94 Lakhs.

## **DIVIDEND**

In order to conserve the financial resources for the further growth and aiding the financial resources, your directors have decided not to recommend any dividend for the financial year ended 31st March, 2020

## **RISKS AND CONCERNS**

Like every business, the Company faces risks, both internal and external, in the undertaking of its day-to-day operations and in pursuit of its longer-term objectives. A detailed policy drawn up and dedicated risk workshops are conducted for each business vertical and key support functions wherein risks are identified, assessed, analyzed and accepted / mitigated to an acceptable level within the risk appetite of the organization. The risk registers are also reviewed from time to time.

## **OPPORTUNITIES**

Changing consumer preferences and growing urbanization:

- With evolving consumer needs and preferences, there is a strong growth in demand for good quality products, services and a unique customer experience.
- With rising disposable incomes and urbanization, consumers demand better experiences and after sales service, which paves the way for new innovations.
- Technological Tie-ups:
- With many technological tie-ups and extensive R&D there's huge scope for new and innovative products to enter the market.
- Increasing role of technologically trained and skilled staff at points of sale.
- Distribution agreements with renowned brands: An increasing number of international brands want to come to India to tap into the market potential. Such brands typically want ready and modern distribution system covering the geographical territories of the country and serving customers on a PAN India basis which will grow their brand quicker.
- Growth in the existing and new product lines: Consumer electronics are evolving rapidly, giving rise to many new product concepts. This gives scope to not only grow the existing products but also venture into new product lines to fulfill the needs of the consumers.

## **THREATS**

- Competition from local and multinational players.
- Regulatory changes including unfavorable tax changes or import regulations.
- Attraction and retention of talented human resources.
- Frequent and rapid technological advancements leading to early obsolescence of products in inventory.
- Over-dependence on few brands which account for majority revenue.

## **INTERNAL CONTROL SYSTEMS AND ADEQUACY**

The Company has an internal audit function designed to review the adequacy of internal control checks in the system which covers all significant areas of Company's operations such as accounting and finance, procurement, business operations, statutory compliances, IT processes, safeguarding the assets and their protection against unauthorized use, among others. The Internal Audit function performs the internal audit of Company's activities based on an internal audit plan, which is reviewed each year and is approved by the Board of Audit Committee. The Audit Committee reviews the report submitted by the internal auditors. Suggestions for improvement are considered and the audit committee follows up on corrective action. Disciplinary action is taken, wherever required, for non-compliance to corporate policies and controls.

The Company has also implemented effective systems for achieving highest level of efficiency in operations, to achieve optimum and effective utilization of resources, monitoring thereof and the compliance with provisions all laws including the Companies Act, 2013, Listing Agreement, directions issued by the Securities and Exchange Board of India, labour laws, tax laws etc. It also aims at improvement in financial management, and investment policy. The System ensures appropriate information flow to facilitate effective monitoring.

## **HUMAN RESOURCES**

We believe that our employees are key contributors to our business success. We focus on attracting and retaining the best possible talent. Our Company looks for specific skill-sets, interests and background that would be an asset for our business.

As on March 31, 2020, the Company had about 59 employees on payroll. The manpower is a prudent mix of experienced and young professionals which gives us the dual advantage of stability and growth. The work progress and skilled/ semi-skilled/ unskilled resources, together with the Company's strong management team, have enabled it to successfully implement our growth plans.



The Company also imparts behavioral, technical and on the job training to our employees. Technical trainings are mandated by the vendor whenever the employees have to deal with pre-technical or post technical issues. Training calendars are set by the vendors and nominated employees from our Company attend the program and obtain a feedback on the completion of the program.

#### **ACCOUNTING TREATMENT**

There has been no change in the accounting treatment for preparation of financial results, during the year under review.

DC Infotech and Communication Limited continues to endeavor in increasing their clients' presence across the target markets and cement their objective of being a one-stop shop for their global brands.

**For and on behalf of Board of Directors**  
**DC Infotech and Communication Limited**



**Mr. Chetankumar Timbadia**  
**Managing Director**  
**DIN: 06731478**

Place: Mumbai

Date: 2<sup>nd</sup> September, 2020





**Dilip Gupta**

**CS, LLB, IP**

**Practising Company Secretary**

**No - 8, Ellora CHSLtd ,Daftary Road,Malad East,**

**Mumbai 400097, MH**

**Mob: 9870047608, Email : [ipdilipgupta@gmail.com](mailto:ipdilipgupta@gmail.com) / [dilipgupta123@yahoo.co.in](mailto:dilipgupta123@yahoo.co.in)**

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**Form No. MR-3**

*[Pursuant to section 204(1) of the Companies Act, 2013 and ruleNo.9 of the Companies  
(Appointment and Remuneration)Rules, 2014]*

**SECRETARIAL AUDIT REPORT**

**FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2020**

To,  
The Members,  
DC INFOTECH AND COMMUNICATION LIMITED  
Mumbai

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by DC INFOTECH AND COMMUNICATION LIMITED (hereinafter called the company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing my opinion thereon.

On the Basis of verification of the secretarial compliance and on the basis of secretarial audit of Company's books, papers, minute books, forms and returns filed and other records maintained by the company as given in **Annexure I** and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the companyhas, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2020, complied with the statutory provisions listed hereunder and also that the company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by DC INFOTECH AND COMMUNICATION LIMITED for the financial year ended on 31st March, 2020 according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act');
- v. Other laws as may be applicable specifically to the company as identified by the management, that is to say:

## **Dilip Gupta**

**CS, LLB, IP**

**Practising Company Secretary**

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- a. Employees' Provident Fund & Miscellaneous Provisions Act, 1952,
- b. Maternity Benefit Act, 1961,
- c. Payment of Bonus Act, 1956,
- d. Payment of Gratuity Act,

I have also examined the compliance on Secretarial Standards issued by the Institute of Company Secretaries of India.

During the period under review the company has complied with the provisions of the Act, Rules, Regulations, Guidelines and Standards.

I further report that company had Issued Equity Shares through Initial Public Offering of 24,00,000 Equity Shares of face value of Rs. 10.00 each

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Companies Act, 2013

Adequate notice is given to all directors to schedule the board meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

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

### **I Further Report that:**

- a) The Directors have complied with the disclosure requirements in respect of their eligibility of appointment, their being independent and compliance with the code of Business Conduct & Ethics for Directors and Management Personnel.
- b) The Directors have complied with the requirements as to disclosure of interests and concerns in contracts and arrangements, shareholdings/debenture holdings and directorships in other companies and interests in other entities.
- c) The company has advanced loans, given guarantees and provided securities amounting to Rs Nil to companies in which directors were interested, and has complied with the provisions of the Companies Act, 2013.
- d) The Company has made loans and investments; or given guarantees or provided securities to other business entities and has complied with the provisions of the Companies Act, 2013 and any other statutes as may be applicable.

**Dilip Gupta**

**CS, LLB, IP**

**Practising Company Secretary**

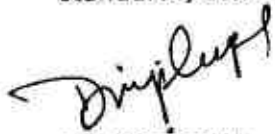
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- e) The amount borrowed by the Company from its directors, members, bank(s)/ financial institution(s) and others were within the borrowing limits of the Company. Such borrowings were made by the Company in compliance with applicable laws.
- f) The Company has not defaulted in the repayment of public deposits, unsecured loans and debentures, facilities granted by bank(s)/financial institution(s) and non-banking financial companies.
- g) The Company has created charges on the assets of the company and complied with the applicable laws.
- h) All registrations under the various state and local laws as applicable to the company are valid as on the date of report.
- i) The Company has issued and allotted the securities to the persons-entitled thereto and has also issued letters and certificates thereof as applicable to the concerned persons its shares within the stipulated time in compliance with the provisions of the Companies Act, 2013 and other relevant statutes during the period under review.
- j) The Company has not declared dividends to its shareholders during the year under review.
- k) The Company has paid all its Statutory dues except to the extent disputed amounting to Rs. 84.50 Lacs pending with VAT / Sales Tax and satisfactory arrangements have been made for arrears of any such dues.
- l) The Company has complied with the provisions of the Listing Regulations during the period under review.

I further report that during the review period, no major action having a bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. above have taken place.



**CS Dilip Gupta**

**Practising Company Secretary**

**ACS No - 21727**

**C.P. No.: 21634**



**Date: 1<sup>st</sup> September, 2020**

**Place: Mumbai**

**UDIN number : A021727B000642138**

## **Dilip Gupta**

**CS, LLB, IP**

**Practising Company Secretary**

**No - 8, Ellora CHSLtd, Daftary Road, Malad East,**

**Mumbai 400097, MH**

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### **ANNEXURE I**

#### **List of documents verified**

1. Memorandum & Articles of Association of the Company.
2. Annual Report for the Company.
3. Minutes of the meetings of the Board of Directors and various Committees along with Attendance Register held during the financial year under report.
4. Minutes of General Body Meetings held during the financial year under report.
5. Statutory Registers viz.
  - Register of Directors' & Key Managerial Personnel.
  - Register of Directors' Shareholding.
  - Register of Investment.
  - Register of Charge.
  - Register of Contracts.
6. Agenda papers submitted to all the directors / members for the Board Meetings and Committee Meetings.
7. Declarations received from the Directors of the Company pursuant to the provisions of 184 and 164 of the Companies Act, 2013.
8. E-Forms filed by the Company, from time-to-time, under applicable provisions of the Companies Act, 2013 and attachments thereof during the financial year under report.



**CS Dilip Gupta**

**Practising Company Secretary**

**ACS No - 21727**

**C.P. No.: 21634**

**Date: 1<sup>st</sup> September, 2020**

**Place: Mumbai**



# **Independent Auditors' Report**

**To the members of DC Infotech and Communication Limited**

## **Report on the financial statements**

We have audited the accompanying financial statements of DC Infotech and Communication Limited (the "Company"), which comprise the Balance sheet as at March 31, 2020, and the Statement of Profit and Loss for the period then ended, the Cash flow Statement for the year ended March 31, 2020 and a summary of significant accounting policies and other explanatory information.

## **Management's responsibility for the financial statements**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

That Board of Directors are responsible for overseeing the Company's financial reporting process.

## **Auditors' responsibility**

Our objectives are to obtain reasonable assurance about whether the Statement 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 the Statement.

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

- Identify and assess the risks of material misstatement of the statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, Forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial 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 Statement, including the disclosures, and whether the 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.

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the Accounting and Auditing Standards and matters which are required to be included in the Audit Report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require



that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

### **Opinion**

In our opinion, and to the best of our information and according to the explanations given to us, the said financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

(a) In the case of Balance sheet, of the State of Affairs of the Company as at March 31, 2020; and

(b) In the case of Statement of profit and loss, of the Profit for the Year ended on March 31, 2020; and

(c) Its cash flow statement for the year ended March 31, 2020.

### **Emphasis of Matters**

Nil

### **Other Matters**

As stated in Note No. 26 of the financial statements, during the year extraordinary expenses of Rs. 79.91 Lakhs have been debited to Profit and Loss. Our opinion is not modified in respect of this matter.

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

(1) As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure 1**, statement on the matters specified in paragraphs 3 and 4 of the order to the extent applicable.

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

- a) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of the books of account;
- c) The Balance Sheet and Statement of Profit and Loss and Cash Flow statement dealt with by this report are in agreement with the books of account;





- d) In our opinion, the balance sheet and statement of profit and loss and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in section 133 of the Act read with rule 7 of Companies (Accounts) Rules, 2014; and
- e) In our opinion, the comments or observations don't have any adverse effect on functioning of the company.
- f) On the basis of written representations received from the directors as at March 31<sup>st</sup>, 2020, and taken on record by the Board of Directors, we report that none of the directors is disqualified as at March 31<sup>st</sup>, 2020, from being appointed as a director in terms of subsection (2) of section 164 of the Companies Act, 2013.
- g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report.
- h) With respect to the matters to be included in the Auditor' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- The Company has no pending litigations affecting its financial statements and hence no disclosure in its financial statements except in the state of Maharashtra for VAT.
  - The Company has not entered into any long-term contracts including derivative contracts, requiring provision under applicable laws or accounting standards, for material foreseeable losses.
  - There is no amounts which required to be transferred, to the Investor Education and Protection Fund by the Company.

Date : 30<sup>th</sup> July 2020  
Place : Jamnagar

**FOR D G M S & Co.**  
**(Chartered Accountants)**  
**F. R. No. :112187W**

*Hiren Jayantilal Maru*



**HIREN JAYANTILAL MARU**  
**Partner**  
**M. No. : 115279**  
**UDIN: 20115279AAAACK8095**

**Annexure 1 to the Independent Auditor's Report of even date on financial statements of DC Infotech and Communication Limited**

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
  
(b) The fixed assets of the company have been physically verified by the management during the year and no material discrepancies between the book records and the physical inventory have been noticed. In our opinion, the frequency of verification is reasonable.  
  
(c) The title certificates of Motor Cars are held in the name of erstwhile partnership firm's name and Management is in process of transferring the same in the name of the company.
- ii. According to information and explanations given to us, physical verification of inventory has been conducted at the year-end by the management. No material discrepancies have been noticed on such verification.
- iii. According to the information and explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- iv. According to the information and explanations given to us, the company has not granted any loans, investments, guarantees, and security covered under the provisions of section 185 and 186 of the Companies Act, 2013 and hence this clause is not applicable to the company.
- v. According to the information and explanations given to us, the Company has not accepted any deposits from the public to which the directives issued by the Reserve Bank of India and the provisions of Section 73 to Section 76 or any other relevant provisions of the Act and the rules framed there under apply.
- vi. The Central Government of India has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Act for any services rendered by the company.
- vii. (a) According to the information and explanations given to us, the Company has been regular in depositing undisputed statutory dues.  
  
(b) According to the information and explanations given to us, there are no dues outstanding of income tax, sales tax, customs duty, service tax, excise duty, cess and goods and service tax on account of any dispute. Except the disputed amount of Rs. 84,77,463/- in the State of Maharashtra toward VAT.



**Annexure 1 to the Independent Auditor's Report of even date  
on financial statements of DC Infotech and Communication  
Limited (Cont.)**

- viii. The Company has not defaulted in repayment of loans or borrowing to a financial institutions or banks.
- ix. Managerial Remuneration had been paid by the company during the year in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V to Companies Act.
- x. All the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 and the details have been disclosed in financial statements, as required by the applicable accounting standards.
- xi. The company has not entered into any non cash transactions with Directors or persons connected with them.

Date : 30<sup>th</sup> July 2020  
Place : Jamnagar

**FOR D G M S & Co.  
(Chartered Accountants)  
F. R. No. :112187W**

*Hiren Jayantilal Maru*



**HIREN JAYANTILAL MARU  
Partner  
M. No. : 115279  
UDIN: 20115279AAAACK8095**

## **Annexure 2 to The Independent Auditor's Report of Even Date on the Financial Statements of DC Infotech and Communication Limited**

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

We have audited the internal financial controls over financial reporting of DC Infotech and Communication Limited ("the company") as of 31<sup>st</sup> March, 2020 in conjunction with our Audit of the standalone financial statements of the company for the period ended on that date.

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

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

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the Guidance Note ) and the standards on Auditing ,issued by ICAI and deemed to be prescribed under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India Those Standards and the Guidance Note require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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





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

### **Meaning of Internal Financial Controls over Financial Reporting**

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

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

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

### **Opinion**

In our opinion, the company, has in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2019, based on the internal financial control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance note on Audit of Internal Financial Controls Over Financial Reporting issued by Institute of Chartered Accountants of India.

Date : 30<sup>th</sup> July 2020  
Place : Jamnagar

**FOR D G M S & Co.**  
**(Chartered Accountants)**  
**F. R. No. : 112187W**

*Hiren Jayantilal Maru*

**HIREN JAYANTILAL MARU**  
**Partner**

**M. No. : 115279**

**UDIN: 20115279AAAACK8095**



**D C INFOTECH AND COMMUNICATION LIMITED**  
CIN U74999MH2019PLC319622  
BALANCE SHEET AS ON 31st MARCH 2020

(Rupees)

Particulars	Note No.	AS AT 31st MARCH 2020		AS AT 31st MARCH 2019	
		3	4	5	6
<b>I. EQUITY AND LIABILITIES</b>					
<b>1 Shareholders' funds</b>					
(a) Share capital	1	5,00,00,000		3,60,00,000	
(b) Reserves and surplus	2	10,25,02,028		58,04,181	
(c) Money received against share warrants			16,25,02,028		4,18,04,181
<b>2 Share application money pending allotment</b>					
<b>3 Non-current liabilities</b>					
(a) Long-term borrowings	3		6,09,07,978		9,15,77,072
(b) Deferred tax liabilities (Net)	4				
(c) Other Long term liabilities					
(d) Long-term provisions					
<b>4 Current liabilities</b>					
(a) Short-term borrowings	5		13,04,14,024		9,65,02,967
(b) Trade payables	6		33,97,61,130		30,43,21,191
(c) Other current liabilities	7		35,11,593		44,96,859
(d) Short-term provisions	8		54,55,036		83,90,288
<b>TOTAL</b>			70,25,51,789		54,70,92,557
<b>II. ASSETS</b>					
<b>Non-current assets</b>					
<b>1 (a) Fixed assets</b>	9		83,18,062	78,25,924	78,25,924
(i) Tangible assets		83,18,062			
(ii) Intangible assets					
(iii) Capital work-in-progress					
(iv) Intangible assets under development					
(b) Non-current investments	10		49,375		49,375
(c) Deferred tax assets (net)			19,36,710		9,80,601
(d) Long-term loans and advances	11		21,99,892		17,89,960
(e) Other non-current assets			7,01,533		
<b>2 Current assets</b>					
(a) Current investments	12				
(b) Inventories	13		29,55,16,042		29,50,65,902
(c) Trade receivables	14		31,91,65,028		20,61,91,608
(d) Cash and cash equivalents	15		3,52,31,756		89,46,629
(e) Short-term loans and advances	16				34,62,726
(f) Other current assets	17		3,94,33,391		2,27,79,832
<b>TOTAL</b>			70,25,51,789		54,70,92,557

The Schedules referred to herein above form an integral part of the Balance Sheet.

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

For **D G M S & Co.**  
Chartered Accountants

Hiren J. Maru  
Partner  
M. No. 115279  
FRN: 0112187W  
Place: Jamnagar  
Date: 30th July 2020  
UDIN: 20115279AAAACK8095



For and on behalf of the Board of Directors of  
**D C Infotech & Communication Limited**

Chetan Kumar Timbadia  
Managing Director  
DIN : 06731478

Piyush Shah  
CFO  
PAN : AZTPS0999Q  
Place: Mumbai  
Date: 30th July 2020



Devenendra Sayani  
Whole Time Director  
DIN : 05731484

Bhavesh Singh  
Company Secretary  
PAN : BKEPS0087E

**D C INFOTECH AND COMMUNICATION LIMITED**  
**CIN U74999MH2019PLC319622**  
**PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31st MARCH 2020**

(Rupees)

Particulars	Refer Note No.	FOR THE YEAR ENDED 31st MARCH 2020	FOR THE PERIOD ENDED 31st MARCH 2019
I. Revenue From Operations	18	1,47,54,50,459	15,21,57,603
II. Other income	19	29,07,813	17,79,065
<b>III. Total Revenue (I + II)</b>		<b>1,47,83,58,272</b>	<b>15,39,36,668</b>
IV. Expenses:			
Cost of materials consumed	20	1,32,27,82,375	22,89,72,149
Purchases of Stock-in-Trade	21	(4,50,140)	(9,83,01,022)
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	22	3,07,64,662	25,42,900
Employee benefits expense	23	1,94,35,477	23,31,101
Finance costs	24	29,03,246	30,63,062
Depreciation and amortization expense	25	7,78,47,142	66,70,595
Other expenses			
<b>Total expenses</b>		<b>1,45,32,82,762</b>	<b>14,52,78,785</b>
<b>Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>2,50,75,510</b>	<b>86,57,883</b>
VI. Exceptional items		-	-
<b>VII. Profit before extraordinary items and tax (V - VI)</b>		<b>2,50,75,510</b>	<b>86,57,883</b>
VIII. Extraordinary Items	26	79,91,236	-
<b>IX. Profit before tax (VII- VIII)</b>		<b>1,70,84,274</b>	<b>86,57,883</b>
X Tax expense:			
(1) Current tax		53,42,536	38,34,303
(2) Deferred tax		(9,56,109)	(9,80,601)
(3) Prior Period Income Tax written off			
<b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>		<b>1,26,97,847</b>	<b>58,04,181</b>
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
<b>Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)</b>		<b>-</b>	<b>-</b>
<b>XV Profit (Loss) for the period (XI + XIV)</b>		<b>1,26,97,847</b>	<b>58,04,181</b>
XVI Earnings per equity share:			
(1) Basic		2.96	1.61
(2) Diluted		2.96	1.61

The Schedules referred to herein above form an integral part of the Profit & Loss Account Statement.

This is the Statement of Profit & Loss Account Statement referred to in our report of even date.

For D G M S & Co.  
Chartered Accountants

Hiren J. Maru  
Partner  
M. No. 115279  
FRN: 0112187W  
Place: Jamnagar  
Date : 30th July 2020  
UDIN: 20115279AAAACK8095



For and on behalf of the Board of Directors of  
D C Infotech & Communication Limited

Chetankumar Timbadia  
Managing Director  
DIN : 06731478

Piyush Shah  
CFO  
PAN : AZTPS0999Q

Place: Mumbai  
Date : 30th July 2020

Devendra Sayani  
Whole Time Director  
DIN : 06731484

Bhavesh Singh  
Company Secretary  
PAN : BKEPS0087E



**D C INFOTECH AND COMMUNICATION LIMITED**  
**CIN U74999MH2019PLC319622**

**Statement of Cash Flows**

**For the Years Ending 31st March 2020 and 31st March 2019**

<b>PARTICULAR</b>	<b>2020</b>	<b>2019</b>
<b>A. Cash Flow from Operating Activities</b>		
Net Profit Before Taxation	1,70,84,274	86,57,883
Adjustment For :		
Audit Fees		-
Depreciation	27,27,863	30,63,062
Finance Cost	1,51,09,217	17,75,479
Interest Income	(6,58,587)	(1,75,137)
Unrealised Foreign Exchange Gain/Loss	62,62,841	(5,06,506)
Sundry dr/cr w.off	72,055	41,986
Preliminary Expenses	1,75,383	-
Operating Profit before change in Working Capital	4,07,73,046	1,28,56,767
<b>Movement in Working Capital</b>		
Decrease/-Increase in Loan Advance	34,62,726	(54,68,753)
Decrease/-Increase in Inventory	(4,50,140)	(9,83,01,021)
Decrease/-Increase in Trade Receivables	(11,29,73,420)	35,88,499
Decrease/-Increase in Other Current Assets	(2,12,07,730)	(39,92,598)
-Decrease/Increase in Trade Payables	3,54,39,939	9,77,87,887
-Decrease/Increase in Other Current Liabilities	(9,85,266)	(10,42,311)
-Decrease/Increase in Short Term Provisions	(29,35,252)	38,34,303
Movement in Working Capital	(9,96,49,143)	(35,93,995)
<b>Net Cash Generation From Operation</b>	<b>(5,88,76,097)</b>	<b>92,62,772</b>
Direct Tax Paid	(63,42,536)	(9,63,413)
<b>Net Cash From Operating Activities</b>	<b>(6,52,18,633)</b>	<b>82,99,359</b>
<b>Cash Flow From Investing Activities</b>		
Purchase of Fixed Assets	(32,20,000)	(2,35,136)
Movement in Loan & Advances	(4,09,932)	50,043
Movement in Other non current assets	(16,57,642)	
Interest Income	6,58,587	1,75,137
<b>Net Cash Flow from Investing Activities</b>	<b>(46,28,987)</b>	<b>(9,956)</b>
<b>Cash Flow from Financial Activities</b>		
-Decrease/Increase in Long Term Borrowings	(3,06,69,094)	(17,98,710)
Decrease/-Increase in Short Term Advances	3,39,11,057	(21,89,444)
Finance Cost	(1,51,09,217)	(17,75,479)
Issue of Share Capital	10,80,00,000	-
<b>Net Cash From Financial Activities</b>	<b>9,61,32,747</b>	<b>(57,63,632)</b>
Net Increase/Decrease in Cash & Cash Equivalent	2,62,85,127	25,25,771
Cash at the Beginning of Year	89,46,629	64,20,858
Cash at the End of Year	3,52,31,756	89,46,629

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

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

**For D G M S & Co.**  
**Chartered Accountants**

Hiren J. Maru  
 Partner  
 M. No. 115279  
 FRN: 0112187W  
 Place: Jamnagar  
 Date : 30th July 2020  
 UDIN: 20115279AAAACK8095



For and on behalf of the Board of Directors of  
**D C Infotech & Communication Limited**

Chetankumar Timbadia  
 Managing Director  
 DIN : 06731478

Piyush Shah  
 CFO  
 PAN : AZTPS0999Q  
 Place: Mumbai  
 Date : 30th July 2020

Devendra Sayani  
 Whole Time Director  
 DIN : 06731484

Bhavesh Singh  
 Company Secretary  
 PAN : BKEPS0087E

**NOTE No. 1 : SHARE CAPITAL**

<b>1 SHARE CAPITAL</b>			
	<b>AS AT 31st MARCH 2020</b>		<b>AS AT 31st MARCH 2019</b>
<b>AUTHORISED SHARE CAPITAL</b> 60,00,000 Equity Shares of Rs. 10/- Each		6,00,00,000	6,00,00,000
<b>Issued, Subscribed &amp; Paidup</b> 60,00,000 Equity Shares of Rs. 10/- Each fully Paid up ( 24,00,000 Shares of Face Value of Rs 10/- each issued at premium of Rs 35/- were issued during the Year)		6,00,00,000	3,60,00,000

1.1 The reconciliation of Numbers of Shares outstanding is set out below:

<b>Particulars</b>	<b>AS AT 31st MARCH 2020</b>		<b>AS AT 31st MARCH 2019</b>	
	<b>Number of Shares</b>		<b>Number of Shares</b>	
Equity Shares at the beginning of the year		36,00,000		
Add: Shares Issued at Par		24,00,000		36,00,000
Equity Shares at the end of the year		60,00,000		36,00,000

**1.2 Terms/Rights attached to Equity Shares**

The Company has only one class of equity shares having a value of Rs 10/ per share. Each holder of equity shares is entitled to one vote per shares.

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

**3.3 Details of Shareholders holding more than 5% shares in company**

<b>Particulars</b>	<b>AS AT 31st MARCH 2020</b>		<b>AS AT 31st MARCH 2019</b>	
	<b>No. of Shares</b>	<b>% of Total Holding</b>	<b>No. of Shares</b>	<b>% of Total Holding</b>
Chetankumar Hasmukhlal Timbadia	14,40,000	24.00%	14,40,000	40.00%
Devendra Kishorkumar Sayani	12,60,000	21.00%	12,60,000	35.00%
Unified Data Tech Solutions Private Limited	4,47,000	7.45%	-	0.00%
Jayesh Kishor Sayani			1,80,000	5.00%
Devansh Kishorkumar Sayani			1,80,000	5.00%
Yash Devendra Sayani			1,80,000	5.00%
Dhairya Chetankumar Timbadia			1,80,000	5.00%
Dharmik Chetankumar Timbadia			1,80,000	5.00%

As per the record of the company, including its register of shareholders/members and other declaration received from shareholders regarding beneficial interest, the above shareholding represent both legal & beneficial ownership of shares

**NOTE No. 2 : RESERVES & SURPLUS**

<b>2 RESERVES &amp; SURPLUS</b>			
	<b>AS AT 31st MARCH 2020</b>		<b>AS AT 31st MARCH 2019</b>
Equity Share Securities Premium		8,40,00,000	
<b>Profit &amp; Loss Account</b>			
As per Last Balance Sheet		58,04,181	
Add: Profit for the year		1,26,97,847	58,04,181
		<b>1,85,02,028</b>	<b>58,04,181</b>
Less: Appropriations		-	-
Provision for Reduction in Value of Investments		-	-
Proposed Dividend		-	-
Tax on Dividend		-	-
		<b>10,25,02,028</b>	<b>58,04,181</b>
<b>Total</b>		<b>10,25,02,028</b>	<b>58,04,181</b>

NOTE No. 3 : LONG TERM BORROWINGS			
3 LONG TERM BORROWINGS			
	AS AT 31st MARCH 2020		AS AT 31st MARCH 2019
<b>Secured</b>			
<b>Working Capital Loans</b>			
From Banks			
Foreign Currency Loans			
Rupee Loans			
<b>Term Loans</b>			
From Banks			
Rupee Loans	61,62,437	61,62,437	70,98,615
<b>Unsecured</b>			
<b>Other Loans &amp; Advances</b>			
From Directors			
From Shareholders			
From Banks	5,47,45,541	5,47,45,541	8,44,78,457
Rupee Loans			
<b>TOTAL</b>		6,09,07,978	9,15,77,072

NOTE No. 4 : DEFERRED TAX LIABILITY (NET)		
4 DEFERRED TAX LIABILITY (NET)		
	AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
Deferred Tax Liability Related to Fixed Assets		
<b>TOTAL</b>		

NOTE No. 5: SHORT TERM BORROWINGS		
5 SHORT TERM BORROWINGS		
	AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
<b>Secured</b>		
<b>Working Capital Loans</b>		
From Banks		
Foreign Currency Loans		
Rupee Loans	8,58,63,232	3,39,50,159
<b>Term Loans</b>		
From Banks		
Rupee Loans	8,58,63,232	9,36,177
<b>Unsecured</b>		
<b>Working Capital Loans</b>		
From Banks	4,45,50,792	6,16,16,631
Rupee Loans		
<b>TOTAL</b>	13,04,14,024	9,65,02,967

NOTE No. 6 : TRADE PAYABLES		
6 TRADE PAYABLES		
	AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
Micro, Small & Medium Enterprises		
Others	33,97,61,130	30,43,21,191
<b>TOTAL</b>	33,97,61,130	30,43,21,191

6 The details of amounts outstanding to Micro, Small and Medium Enterprises based on available information with the Company is as under. The Company has initiated the process of obtaining the confirmation from suppliers who have registered under the Micro, Small and Medium enterprise development Act, 2006 (MSMED Act, 2006) based on information available with the company, the balance due to micro and small enterprise as defined under the MSMED Act, 2006 is NIL. No interest has been paid or payable under MSMED Act, 2006 during the year

	AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
Principle Amount Due and Remains unpaid	-	-
Interest due on above and the unpaid interest	-	-
Interest Paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest Accrued and remaining unpaid	-	-
Amount of further interest remaining due and payable in succeeding years	-	-
<b>TOTAL</b>	-	-

**D C INFOTECH AND COMMUNICATION LIMITED****CIN U74999MH2019PLC319622****Notes forming part of financial statements for the year ended 31st March 2020****NOTE No. 7 : OTHER CURRENT LIABILITIES****7 Other Current Laibilities**

	<b>AT 31st MARCH 2020</b>	<b>AT 31st MARCH 2019</b>
Salary Payable	27,76,614	18,96,118
TDS Payable	4,30,743	3,00,116
Employees Professional Tax payable	1,36,962	20,005
Employee Provident Fund	1,20,208	31,776
Other Outstanding Expenses	47,066	30,911
GST Payable		22,17,933
<b>TOTAL</b>	<b>35,11,593</b>	<b>44,96,859</b>

**NOTE No. 8 : SHORT TERM PROVISIONS****8 SHORT TERM PROVISIONS**

	<b>AT 31st MARCH 2020</b>	<b>AT 31st MARCH 2019</b>
Provision for Audit Fees	1,12,500	-
Provision for Income Tax	53,42,536	83,90,288
<b>TOTAL</b>	<b>54,55,036</b>	<b>83,90,288</b>

# **D C INFOTECH AND COMMUNICATION LIMITED**

**CIN U74999MH2019PLC319622**

**Notes forming part of financial statements for the year ended 31st March 2020**

## **NOTE No. 9 : TANGIBLE ASSETS**

NOTE No. 9 : TANGIBLE ASSETS										
Sr. No.	DESCRIPTION	GROSS BLOCK			DEPRECIATION			NET BLOCK		
		AS ON 01/04/2019	ADDITIONS DURING THE YEAR	DEDUCTION DURING THE YEAR	AS ON 31/03/2020	AS ON 01/04/2019	DEPRECIATION FOR THE Period	ON DELETIONS YEAR	AS ON 31/03/2020	AS ON 31/03/2019
1	OWN ASSETS:									
	Office Equipments	3,64,362	1,58,120		5,22,482	1,69,798	89,117.29	2,58,915	2,63,567	1,94,564
	Air Conditioner	2,07,839	4,19,380		6,27,219	1,27,404	38,743.50	1,66,148	4,61,071	80,435
	Refrigerator	31,602			31,602	25,111	2,934.00	28,045	3,557	6,491
	Television	488			488	488	-	488	-	-
	Fax Machine	744			744	744	-	744	-	-
2	Mobiles									
	Mobile	3,87,182	64,900		4,52,082	2,41,719	82,915.65	3,24,635	1,27,447	1,45,463
2	Furniture & Fixtures									
	Furniture	5,53,466	21,53,601		27,07,067	1,68,722	1,22,173.00	2,90,895	24,16,172	3,84,744
3	Motor Vehicles*									
	Motor car	16,987			16,987	11,132	-	11,132	5,855	5,855
	Motor car - Corolla Altis	3,01,293			3,01,293	2,44,300	-	2,44,300	56,993	56,993
	Motor car - Innova	2,69,243			2,69,243	2,05,466	-	2,05,466	63,777	63,777
	Tempo	99,883			99,883	68,626	9,788.00	78,414	21,469	31,257
	Motorcar (BMW 10967)	41,58,039			41,58,039	8,42,072	10,38,414.00	18,80,486	22,77,553	33,15,967
	Motorcar (BMW 10968)	41,58,039			41,58,039	8,42,072	10,38,414.00	18,80,486	22,77,553	33,15,967
4	Computer									
	Computers	2,61,453	2,57,169		5,18,622	1,12,082	1,92,743.26	3,04,825	2,13,797	1,49,371
	Computer - Ahmedabad Branch	62,665	41,831		1,04,496	4,483	59,090.00	63,573	40,923	58,182
	Computer Programmes	3,089	1,25,000		1,28,089	(5,729)	48,438.00	42,709	85,380	8,818
	Printer	12,611			12,611	4,571	5,092.00	9,663	2,948	8,040
	SUB-TOTAL RUPEES	1,08,88,985	32,20,000	-	1,41,08,985	30,63,061	27,27,862.70	57,90,924	83,18,062	78,25,924
	LEASE ASSETS :	0	-	-	-	-	-	-	-	0
	TOTAL - A	1,08,88,985	32,20,000	-	1,41,08,985	30,63,061.00	27,27,862.70	57,90,924	83,18,062	78,25,924
	INTANGIBLE ASSETS :	0	-	-	-	-	-	-	-	0
	TOTAL - B	0	-	-	-	-	-	-	-	0
	TOTAL A + B	1,08,88,985	32,20,000	-	1,41,08,985	30,63,061.00	27,27,862.70	57,90,924	83,18,062	78,25,924
	PREVIOUS YEAR	1,06,53,850	2,35,136	-	1,08,88,985	-	30,63,061.52	30,63,062	78,25,924	

\* The Company got incorporated on 15-01-2019 before that period the status of the company was Partnership Firm hence the motor vehicles are registered in the name of Partnership Firm the transfer of title to the name of Company is in process.

NOTE No. 10 : NON CURRENT INVESTMENTS			
10 NON CURRENT INVESTMENTS			RUPEES
		AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
TRADE INVESTMENTS			
TOTAL OF TRADE INVESTMENTS (A)			
OTHER INVESTMENTS			
In Equity Shares of Companies - Quoted, Fully paidup			
	Purchase cost	AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
In Shares of Companies - Quoted and Fully Paid up		49,375.00	49,375.00
Unquoted and Fully Paid up			
In Mutual Funds of Companies			
Investments in Commodities			
TOTAL OF OTHER INVESTMENTS (B)		49,375.00	49,375.00
TOTAL NON - CURRENT INVESTMENTS (A+B)		49,375.00	49,375.00
NOTE No. 11 : LONG TERM LOANS & ADVANCES			
11 LONG TERM LOANS & ADVANCES			RUPEES
		AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
Deposits		20,69,149.00	6,12,009.00
Deposits With Bank			
Advances to Staff & Others		1,30,743.00	11,77,951.49
TOTAL		21,99,892.00	17,89,960.49
NOTE No. 12 : CURRENT INVESTMENTS			
12 CURRENT INVESTMENTS			RUPEES
		AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
TOTAL			
NOTE No. 13 : INVENTORIES			
13 INVENTORIES			RUPEES
		AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
Raw Materials			
Stock In Process			
Finished Goods		29,55,16,042.01	29,50,65,901.84
TOTAL		29,55,16,042.01	29,50,65,901.84
NOTE No. 14 : TRADE RECEIVABLES			
14 TRADE RECEIVABLES			RUPEES
		AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
(Unsecured & considered Good)			
Trade receivables		31,91,65,028.08	20,61,91,608.12
TOTAL		31,91,65,028.08	20,61,91,608.12

**D C INFOTECH AND COMMUNICATION LIMITED****CIN U74999MH2019PLC319622****Notes forming part of financial statements for the year ended 31st March 2020**

<b>NOTE No. 15 : CASH &amp; CASH EQUIVALENTS</b>		
<b>15 CASH &amp; CASH EQUIVALENTS</b>	<b>RUPEES</b>	
	<b>AS AT 31st MARCH 2020</b>	<b>AS AT 31st MARCH 2019</b>
Balance with Banks	1,99,08,705.85	2,48,716.40
Cash In Hand	13,02,676.40	8,40,130.60
Fixed Deposits with Banks (Maturity of Less than 12 Months)	1,40,20,374.10	78,57,781.90
EEFC A/c		
<b>TOTAL</b>	<b>3,52,31,756.35</b>	<b>89,46,628.90</b>

<b>NOTE No. 16 : SHORT TERM LOANS &amp; ADVANCES</b>		
<b>16 SHORT TERM LOANS &amp; ADVANCES</b>	<b>RUPEES</b>	
	<b>AS AT 31st MARCH 2020</b>	<b>AS AT 31st MARCH 2019</b>
<u>Advances</u>		
Other Advance	-	34,62,726.00
<b>TOTAL</b>	<b>-</b>	<b>34,62,726.00</b>

<b>NOTE No. 17 : OTHER CURRENT ASSETS</b>		
<b>17 OTHER CURRENT ASSETS</b>	<b>RUPEES</b>	
	<b>AS AT 31st MARCH 2020</b>	<b>AS AT 31st MARCH 2019</b>
Prepaid Insurance	8,01,232.09	5,65,258.00
Other Prepaid Expenses	3,20,660.50	4,30,288.00
Advance Tax	10,00,000.00	43,75,000.00
Interest on FD	2,68,096.00	1,85,319.00
<u>Balance with Revenue Authorities</u>		
Income Tax at source	1,39,09,901.02	27,67,018.00
VAT	3,17,305.32	1,84,137.47
GST	1,54,88,210.96	40,72,191.56
Incentive Recievable	73,27,985.00	59,27,389.00
Other Current assets	-	42,73,230.84
<b>TOTAL</b>	<b>3,94,33,390.89</b>	<b>2,27,79,831.87</b>



NOTE No. 18 : REVENUE FROM OPERATION		
18 REVENUE FROM OPERATION		RUPEES
	AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
Sales	1,47,54,50,459.11	15,21,57,602.98
<b>TOTAL</b>	<b>1,47,54,50,459.11</b>	<b>15,21,57,602.98</b>

NOTE No. 19 : OTHER INCOME		
19 OTHER INCOME		RUPEES
	AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
From Current Investments (Interest on FD)	6,58,587.00	1,75,137.00
Discount Received	2,40,188.50	16,600.00
Cheque Return Charges	400.00	
Foreign Exchange Fluctuation		15,87,328.01
Marketing Service	5,83,637.00	
Marketing Expenses	14,25,000.00	
<b>OTHER NON-OPERATING INCOME</b>	<b>29,07,812.50</b>	<b>17,79,065.01</b>
<b>TOTAL</b>	<b>29,07,812.50</b>	<b>17,79,065.01</b>

NOTE No. 20 : PURCHASES OF STOCK-IN-TRADE		
20 Purchases of Stock-in-Trade		RUPEES
	AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
Purchase	1,32,27,82,375.45	22,89,72,148.84
	<b>1,32,27,82,375.45</b>	<b>22,89,72,148.84</b>

NOTE No. 21 : CHANGES IN INVENTORIES OF FINISHED GOODS STOCK IN PROCESS & STOCK IN TRADE		
21 Changes in Inventories of Stock in Trade		RUPEES
	AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
Inventories (At Close)		29,50,65,902.02
Finished Goods	29,55,16,042.01	
Inventories (At Commencement)		19,67,64,880.42
Finished Goods	29,50,65,902.02	
<b>TOTAL</b>	<b>(4,50,139.99)</b>	<b>(9,83,01,021.60)</b>

NOTE No. 22 : EMPLOYEES BENEFIT EXPENSES		
22 EMPLOYEES BENEFIT EXPENSES		RUPEES
	AS AT 31st MARCH 2020	AS AT 31st MARCH 2019
Salaries & Bonus	2,22,18,125.00	13,22,003.00
Director's Remuneration	72,00,000.00	12,00,000.00
Staff Welfare	7,02,390.05	20,896.75
Provident Fund	6,44,147.00	
<b>TOTAL</b>	<b>3,07,64,662.05</b>	<b>25,42,899.75</b>

**D C INFOTECH AND COMMUNICATION LIMITED****CIN U74999MH2019PLC319622****Notes forming part of financial statements for the year ended 31st March 2020****NOTE No. 23 : FINANCE COST**

<b>23 FINANCE COST</b>		<b>RUPEES</b>
	<b>AS AT 31st MARCH 2020</b>	<b>AS AT 31st MARCH 2019</b>
Bank Charges	42,76,160.09	5,55,622.59
Bank Interest	1,09,86,222.62	5,24,833.00
Interest Account	25,61,727.23	11,82,876.76
Interest Late Payment on TDS	2,24,945.00	684.00
Interest on Car Loan	5,57,165.80	52,862.20
Interest on GST	7,78,816.00	14,223.00
Interest on PF	93.00	-
Interest on Professional Tax	247.00	-
Finance Charges	50,100.00	-
<b>TOTAL</b>	<b>1,94,35,476.74</b>	<b>23,31,101.55</b>

**NOTE No. 24 : DEPRICIATION & AMORTIZATION EXPENSES**

<b>24 DEPRICIATION &amp; AMORTIZATION EXPENSES</b>		<b>RUPEES</b>
	<b>AS AT 31st MARCH 2020</b>	<b>AS AT 31st MARCH 2019</b>
Depreciation	27,27,862.70	30,63,061.52
Preliminary Expenses Written-off	1,75,383.00	-
<b>TOTAL</b>	<b>29,03,245.70</b>	<b>30,63,061.52</b>

**D C INFOTECH AND COMMUNICATION LIMITED****CIN U74999MH2019PLC319622****Notes forming part of financial statements for the year ended 31st March 2020****NOTE No. 25 : OTHER EXPENSES**

<b>25 OTHER EXPENSES</b>		<b>RUPEES</b>	
	<b>AS AT 31st MARCH 2020</b>	<b>AS AT 31st MARCH 2019</b>	
<b>Direct Expenses</b>			
Clearing & Forwarding Charges	93,20,326.97	7,75,734.42	
Custom Duty	1,70,65,277.59	31,99,205.90	
Custom Duty Charges	5,39,433.34	13,752.98	
Interest on Custom Duty	14,78,346.42	1,81,989.00	
Trade Discount	385.00	-	
Labour Charges	82,400.00	-	
License Fees	1,17,91,246.00	-	
Warehouse and Storage	10,92,449.40	1,38,600.00	
Freight charges	33,53,558.81	2,30,895.35	
	<b>4,47,23,423.53</b>	<b>45,40,177.65</b>	
<b>Operative &amp; Other Expenses</b>			
Audit Fees	1,25,000.00	1,25,000.00	
Car insurance charges	1,93,107.00	22,141.00	
Commission	22,92,578.00	1,50,000.00	
Conveyance & Delivery charges	21,72,626.00	2,04,946.29	
Coolie & Cartridge	90,635.00	7,230.00	
Courier charges	48,895.25	11,188.50	
Discount Allowed	10,921.00	2,830.00	
Donation	31,201.00	-	
Electricity expenses	2,57,650.00	40,110.00	
Event Management Expenses	2,99,200.00	-	
Fees of MCA	57,000.00	-	
Foreign exchange fluctuation	12,494.91	4,445.10	
Incentive Paid	21,95,366.34	-	
Insurance Charges	26,48,691.00	1,17,946.00	
Late fees on gst	1,12,708.00	2,850.00	
Late Fees on TDS	69,736.00	-	
Legal charges	1,10,129.37	19,640.00	
Membership Fees	6,600.00	-	
Misc exps	4,69,533.32	81,752.14	
Motor Car Expenses	4,39,634.10	-	
Municipal Com.Ahmedabad	22,106.00	-	
Office expenses	3,74,478.50	74,231.00	
Packing charges	2,20,216.28	21,875.00	
Penalty	35,100.00	-	
Penalty on TDS	17,128.00	-	
Professional Tax	(500.00)	-	
Printing & stationery	1,07,920.40	15,523.00	
Professional fees	14,10,491.96	58,712.00	
Realised Foreign Exchange Gain/Loss	34,68,138.16	-	
Rent Expenses	42,22,568.00	3,37,725.00	
Repairs to others	1,18,118.57	45.00	
Round off	198.16	121.61	
Sales promotion	13,56,549.30	4,67,900.00	
Sales Tax (Earlier Years)	51,763.00	-	
Service charges	6,02,102.87	1,68,806.00	
Stock insurance charges	2,22,045.74	77,122.19	
Subscription	-	4,617.73	
Sundry dr./cr. Write off,	72,054.69	41,986.01	
Telephone expenses	2,58,433.96	41,735.19	
Transport Expenses	1,05,886.96	-	
Travelling expenses Foreign	14,87,866.00	6,380.41	
Travelling expenses local	10,64,503.99	23,558.00	
Unrealised Foreign Exchange Gain/Loss	62,62,841.44	-	
	<b>3,31,23,718.27</b>	<b>21,30,417.17</b>	
<b>TOTAL</b>	<b>7,78,47,141.80</b>	<b>66,70,594.82</b>	<b>66,70,594.82</b>

**D C INFOTECH AND COMMUNICATION LIMITED****CIN U74999MH2019PLC319622****Notes forming part of financial statements for the year ended 31st March 2020****NOTE No. 26 : Extraordinary Items**

<b>26 Extraordinary Items</b>		<b>RUPEES</b>
	<b>AS AT 31st MARCH 2020</b>	<b>AS AT 31st MARCH 2019</b>
IPO Expenses	45,94,920.80	-
Embezzlement ( Expenses)	33,96,314.84	-
<b>TOTAL</b>	<b>79,91,235.64</b>	<b>-</b>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**Notes to Accounts**

**1. Corporate Information**

DC Infotech & Communication Limited, incorporated on 15-01-2019 is a company carrying on the business of manufacturing, trading, import, export, maintenance, distribution, retail of equipment's for information technology products, computer peripherals, hardware, networking and security products, electronics and telecom products, cables, electrical appliances, for use of various magnetic media, digital media and internet, website designing, hosting and maintenance of e-commerce technologies, software development, solutions and support services, consultancy, brokerage, cloud related systems in India and abroad.

The Company has initiated the process of obtaining the confirmation from suppliers who have registered under the Micro, Small and Medium enterprise development Act, 2006 (MSMED Act, 2006) based on the information available with the Company. The Balance due to micro and small enterprise as defined under MSMED Act, 2006 is Nil.

**2. Basis of Preparation**

The financial statements of the company have been prepared in accordance with the generally accepted accounting in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of companies Act, 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014.

All assets and liabilities have been classified as current and non – current as per the company's normal operating cycle and other criteria set out in the schedule III of Companies Act, 2013. Based on the Nature of Services and their realization in cash and cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and Liabilities.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below

**2.1. Significant accounting policies:**

**a. AS - 1 Disclosure of accounting policies : -**

The Financial statements are prepared under the accrual basis following the historical cost convention in accordance with generally accepted accounting principles (GAAP), and pursuant to section 133 of the companies act, 2013 read with Rule 7 of the Companies (Accounts) rules,2014, till the standards of accounting or any addendum thereto are prescribe by central government. Existing Accounting Standards notified under the companies act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under section 211(3C) [Companies (Accounting Standards) Rules,2006 as amended] and other relevant provisions of the companies act,2013 (the

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

'Act').

The presentation of financial statements requires estimates and assumption to be made that affect the reported amount of assets & Liabilities on the date of financial statements and the reported amount of revenue and expenses during the reporting period. Difference between the actual result and estimates are recognized in the period in which results are known/materialized.

**b. AS - 2 Valuation of Inventory :-**

Raw Material	:	At Lower of Cost or Net realizable value.
Semi-finished goods	:	At estimated cost.
Finished goods	:	At Lower of Cost or Net Realizable Value

**c. AS - 4 Contingencies and Events Occurring After the Balance Sheet Date :-**

Effects of, events occurred after Balance Sheet date and having material effect on financial statements are reflected in the accounts at appropriate places.

**d. AS - 5 Net Profit or loss for the period, prior period items and changes in accounting policies :-**

Material items of prior period, non-recurring and extra ordinary items are shown separately, If any.

**e. AS - 9 Revenue Recognition :-**

Sale of service is recognized at the point of rendering of service to customers, sales are exclusive of Service Tax, GST and Freight Charges if any. The revenue and expenditure are accounted on a going concern basis.

Dividend from investments in shares / units is recognized when the company's right to receive payment is established.

Other items of Income are accounted as and when the right to receive arises

**f. AS - 10 Accounting for Property, Plant and Equipment :-**

All items of Plant, Property and Equipment are initially recognized at cost and subsequently carried at cost less accumulated depreciation and accumulated impairment losses. All items are depreciated as per Written Down Value method over the useful life as prescribed under Schedule II of Companies Act, 2013.

The cost of an item of property, plant and equipment initially recognized includes its purchase price and any cost that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Cost also includes borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset.

Fixed assets are stated at cost less accumulated depreciation. Cost comprises the purchase price and any other attributable cost of bringing the asset to its working condition for its intended use less CENVAT/GST claimed.

**g. AS - 11 Accounting for effects of changes in foreign exchange rates :-**

(a). Transactions denominated in foreign currencies are normally recorded at the exchange rate prevailing at the time of the transactions.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

(b). Any income or expenses on account of exchange difference either on settlement or on Balance sheet Valuation is recognized in the profit and loss account except in cases where they relate to acquisition of fixed assets in which case they are adjusted to the carrying cost of such assets.

(C). Foreign currency transactions accounts are given in the notes of accounts.

**h. AS – 12 Accounting for Government Grants :-**

Capital subsidiary receivable specific to fixed assets is treated as per accounting standard 12 and other revenue grants is recorded as revenue items.

**i. AS – 15 Employees Retirement Benefit Plan :-**

**a. Provident Fund :-**

Provident fund is a defined contribution scheme as the company pays fixed contribution at pre-determined rates. The obligation of the company is limited to such fixed contribution. The contributions are charged to Profit & Loss A/c.

**j. AS – 16 Borrowing Cost :-**

Borrowing costs directly attributable to the acquisition of qualifying assets are capitalized till the same is ready for its intended use. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing cost is charged to revenue.

**k. AS – 18 Related Party Disclosure :-**

The Disclosures of Transaction with the related parties as defined in the related parties as defined in the Accounting Standard are given in notes of accounts.

**l. AS – 19 Accounting for Leases :-**

The Company has not entered into any lease agreements during the year.

**m. AS – 20 Earnings Per Share :-**

Disclosure is made in the Notes of accounts as per the requirements of the standard.

**n. AS – 22 Accounting for Taxes on Income :-**

**Current Tax :-**

Provision for current tax is made after taken into consideration benefits admissible under the provisions of the Income Tax Act, 1961.

**Deferred Taxes :-**

Deferred Income Tax is provided using the liability method on all temporary difference at the balance sheet date between the tax basis of assets and liabilities and their carrying amount for financial reporting purposes.

1. Deferred Tax Assets are recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available in the future against which this items can be utilized.



**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

2. Deferred Tax Assets and liabilities are measured at the tax rates that are expected to apply to the period when the assets is realized or the liability is settled, based on tax rates ( and the tax) that have been enacted or enacted subsequent to the balance sheet date.

**o. AS – 24 Discontinuing Operations :-**

During the year the company has not discontinued any of its operations.

**p. AS – 29 Provisions Contingent liabilities and contingent assets :-**

- Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.
- Contingent Liabilities are not recognized but are disclosed in the notes.
- Contingent Assets are neither recognized nor disclosed in the financial statements.
- Provisions, Contingent Liabilities and Contingent Assets are reviewed at each Balance Sheet Date.

Note :

- "The Company is an SMC as defined in the general instruction in respect of accounting standard noticed under the companies Act, 2013. Accordingly, the company has complied with the accounting standard as applicable to an SMC." So AS – 3 & 17 is not applicable to SMC and also Diluted EPS is not applicable to the SMC.
- Since there is no Subsidiary of reporting entity so AS – 21, 23, & 27 is not applicable.

**For D G M S & CO.**  
**Chartered Accountants**  
**F R No. 0112187W**

  
**Hiren J. Maru**  
**Partner**



**M. No. 115279**

Place: Jamnagar

Date :30<sup>th</sup> July 2020

**UDIN:**

**20115279AAAACK8095**



**For and on behalf of the Board of Directors of**  
**DC Infotech & Communication Limited**

  
**Chetankumar Timbadia**  
**Managing Director**


**DIN : 06731478**

  
**Piyush Shah**  
**CFO**


**PAN : AZTPS0999Q**

Place: Mumbai

Date : 30<sup>th</sup> July 2020

  
**Devendra Sayani**  
**Whole Time**  
**Director**

**DIN : 06731484**

  
**Bhavesh Singh**  
**Company Secretary**

**PAN : BKEPS0087E**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

**Notes Forming Part of the Financial Statements**

28. Credit and Debit balances of unsecured loans, sundry creditors, sundry Debtors, loans and Advances are subject to confirmation and therefore the effect of the same on profit could not be ascertained.
29. In the opinion of the directors, all the current assets, current liabilities, loans and advances, have a realizable value in ordinary course of business, at least equal to the amount which is stated in Balance Sheet.
30. Auditors remuneration for the period is as follows:-
- Statutory Audit Fees: Rs. 90,000/- (Previous Year: Rs. 90,000/-)  
 Tax Audit Fees: Rs. 35,000/- (Previous Year: Rs. 35,000/-)
31. Based on the information given by the Company about Creditor's S.M.E. status, there is no amount due to such creditors outstanding for over 30 days as at 31<sup>st</sup> March 2019.

**32. Deferred tax Assets and Liabilities are as under : -**

**Components of which are as under**

		(Rs.)	
	Particulars	Amount Rs. 31-3-2020	Amount Rs. 31-3-2019
A	Deferred Tax Asset	19,36,710	9,80,601
	Net Differed Tax Asset (Liability)	-	-

**33. Earning Per Share**

Particulars	Year Ended on 31 <sup>st</sup> March, 2020 (Rs.)	Period Ended on 31 <sup>st</sup> March, 2019 (Rs.)
Profit / (Loss) after tax attributable to Equity Shareholders (A)	1,80,40,383	58,04,181
Weighted Number of Equity Share outstanding During the year (B) (In Nos.)	42,90,411	36,00,000
Basic Earnings Per Share for each Share of Rs.10/- (A) / (B)	4.20	1.61

**34. Foreign Currency Transactions: -**

**Expenditure in Foreign Currency: -**

Particulars	Year Ended on 31 <sup>st</sup> March, 2020 (Rs.)	Period Ended on 31 <sup>st</sup> March, 2019 (Rs.)
Import Purchases	45,66,42,275 \$ 63,42,161	Rs.12,92,55,624

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

Capital Goods (Machinery)	Nil	Nil
Total	45,66,42,275 \$ 63,42,161	Rs. 12,92,55,624

**Earnings in Foreign Currency: -**

Particulars	Year Ended on 31 <sup>st</sup> March, 2020 (Rs.)	Period Ended on 31 <sup>st</sup> March, 2019 (Rs.)
Export Sales	4,35,37,409 \$3,00,408	NIL
Total	4,35,37,409 \$3,00,408	NIL

**35. Related Parties Transaction:-**

As per Accounting Standard 18, issued by the Chartered Accountants of India, The Disclosures of Transaction with the related parties as defined in the related parties as defined in the Accounting Standard are given below:

The Disclosures of Transaction with the related parties as defined in the in the Accounting Standard are as follows:

**Details of Related parties involved:**

Name of the person	Relation With Company
Mr. Devendra Sayani	Whole Time Director (Promoter)
Mr. Chetan Timbadia	Managing Director (Promoter)
Mr. Jayesh Sayani	Director
Mr. Piyush Shah	Chief Financial Officer (CFO-KMP) (Promoter Group)
Mrs. Sneha Chotai	Non-Executive( Independent) Director
Mrs. Lipee Rajani	Non-Executive( Independent) Director
Mr. Bhavesh Singh	Company Secretary (KMP)

**Related Parties which are Director/Designated partner in other Entities:**

Sr. No.	Name of Related Party	Nature of Interest	
		Name of the Entities	Nature of Interest
1.	Mr. Devendra Sayani	Trade Association of Information Technology	Director
2.	Mr. Chetan Timbadia	Nil	Nil

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

3	Mr. Piyush Shah	Nil	Nil
4.	Mrs. Sneha Chotai	Nil	Nil
5.	Mrs. Lipee Rajani	Nil	Nil
6.	Mr. Bhavesh Singh	Nil	Nil

Sr. No.	Name of the person	Nature of Transaction	Amount (Rs.)
1	Mr. Devendra Sayani	Remuneration	36,00,0000
2	Mr. Devendra Sayani	Interest on Loan	11,38,720
3	Mr. Chetan Timbadia	Remuneration	36,00,000
4	Mr. Chetan Timbadia	Interest on Loan	13,09,770
5	Mr. Piyush Shah	Salary	7,97,964
6	D C Systems	Sales	5,84,71,140
7	D C Systems	Purchase	16,48,786
8	D C Systems	Incentive paid	21,35,366
9	Mr. Bhavesh Singh	Salary	15,000

**36. Contingent Liabilities:**

There has been contingent liability in respect of orders passed by Dy. Commissioner of Sales Tax and appeals against the same are pending with Joint Commissioner of Sales Tax in Maharashtra in the name of erstwhile partnership firm as follows:

Year	Type of Tax	Amount	Part Amount Paid
2012-13	VAT	2,66,968	25,000
2012-13	CST	1,40,561	2,140
2014-15	VAT	10,32,700	-
2014-15	CST	7,66,189	-
2015-16	VAT	30,01,776	-
2015-16	CST	32,69,269	-

**37. Notes forming part of accounts in relation to Micro and small enterprise**

1. Based on information available with the company, on the status of the suppliers being Micro or small enterprises, on which the auditors have relied, the disclosure requirements with regard to the payments made/due to Micro and small Enterprises are given below :

Sr. No.	Particulars	Period Ended 31-03-2020		Period Ended 31-03-2019	
		Principal	Principal	Interest	Interest
I	Amount due as at the date of Balance sheet	Nil	Nil	Nil	Nil
Ii	Amount paid beyond the appointed date during the year	Nil	Nil	Nil	Nil

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**

iii	Amount of interest due and payable for the period of delay in making payments of principal during the year beyond the appointed date	Nil	Nil	Nil	Nil
iv	The amount of interest accrued and remaining unpaid as at the date of Balance sheet	Nil	Nil	Nil	Nil

**38. Defined Contribution Plan:-**

As per Accounting Standard 15 "Employee Benefits", the disclosures as defined in the Accounting Standard are given below "Contribution to Defined Contribution Plans, recognized as expenses for the year is as under:

	2019-20	2018-19
Employer's Contribution to Provident Fund	Rs. 6,44,147	Rs. 33,100

**For D G M S & CO.**  
**Chartered Accountants**  
**F R No. 0112187W**

  
**Hiren J. Maru**  
**Partner**

**M. No. 115279**  
 Place: Jamnagar  
 Date :30<sup>th</sup> July 2020  
 UDIN:20115279AAAACK8095



**For and on behalf of the Board of Directors of**  
**DC Infotech & Communication Limited**

  
**Chetankumar Timbadia**  
**Managing Director**

**DIN : 06731478**

  
**Piyush Shah**  
**CFO**

**PAN : AZTPS0999Q**  
 Place: Mumbai  
 Date : 30<sup>th</sup> July 2020

  
**Devendra Sayani**  
**Whole Time Director**  
**DIN : 06731484**

  
**Bhavesh Singh**  
**Company Secretary**

**PAN : BKEPS0087E**



Date: 30<sup>th</sup> July, 2020.

To,  
Compliance Department,  
Emerge Platform of NSE  
National Stock Exchange of India Ltd.  
Exchange Plaza, Plot no. C/1, G Block,  
Bandra-Kurla Complex  
Bandra (E), Mumbai - 400 051.

**Symbol: DCI**

**ISIN : INE0A1101019**

**Subject: Disclosure Pursuant to Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended..**

Dear Sir/ Madam,

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, we hereby confirm and declare that the Statutory Auditor of the Company, M/s. D G M S & Co, Chartered Accountants, (Firm Registration No. 0112187W), Place: Thane, Maharashtra, have issued the Audit Report with Unmodified Opinion in respect of Financial Results of the Company for the Half Year and Year ended on 31<sup>st</sup> March, 2020.

Please take the same on your records.

Thanking you

For DC Infotech and Communication Limited

Mr. Chetankumar Timbadia  
Managing Director  
DIN No: 06731478



Mr. Piyush Shah  
Chief Financial Officer

### DC Infotech and Communication Limited

Registered Offi: Unit No.2, Aristocrate, Lajya Compound, Mogra Road, Andheri (East), Mumbai - 400069, Maharashtra, India  
Telephone No. 022 28329000(Hunting), Email: [info@dcinfotech.com](mailto:info@dcinfotech.com) website : [www.dcinfotech.com](http://www.dcinfotech.com)  
CIN : U74999MH2019PLC319622





Date: 30<sup>th</sup> July, 2020.

To,  
Compliance Department.  
Emerge Platform of NSE  
National Stock Exchange of India Ltd.  
Exchange Plaza, Plot no. C/1, G Block,  
Bandra-Kurla Complex  
Bandra (E), Mumbai - 400 051.

**Symbol: DCI**

**ISIN : INE0A1101019**

**Subject: Declaration pursuant to Regulation 33 (2) (a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.**

Dear Sir/ Madam,

Pursuant to Regulation 33(2)(a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended we do hereby confirm, declare and certify that, the Financial Results of the Company for the Half Year and Year ended on March 31, 2020) does not contain any false or misleading statement or figures and does not omit any material fact which may make the statements or figures contained therein misleading.


Please take the same on your records.

Thanking you

**For DC Infotech and Communication Limited**

  
Mr. Chetankumar Timbadia  
Managing Director  
DIN No: 06731478



  
Mr. Piyush Shah  
Chief Financial Officer

**DC Infotech and Communication Limited**

Registered Office: Unit No.2, Aristocrate, Lajya Compound, Mogra Road, Andheri (East), Mumbai - 400069, Maharashtra, India  
Telephone No. 022 28329000 (Hunting), Email: [info@dcinfotech.com](mailto:info@dcinfotech.com) website : [www.dcinfotech.com](http://www.dcinfotech.com)  
CIN : U74999MH2019PLC319622

### Key Events

Sr. No.	Particulars	Date / Particulars
1	Benpose Date for Sending Notice	4th September, 2020
2	Cut Off Date	23rd September, 2020
3	Remote e-Voting Start Date	27th September, 2020
4	Remote e-Voting Start Time	9.00 AM
5	Remote e-Voting End Date	29th September, 2020
6	Remote e-Voting End Time	5:00 P.M.
7	Date of AGM/ EGM	30th September, 2020
8	AGM/ EGM Start Time	12.00 noon
9	Annual General Meeting Venue	Unit No.13, Aristocrate, Lajya Compound, Mogra Road, Andheri (E), Mumbai - 400069, Maharashtra, India
12	Contact details for any support / grievance	Mr. Bhavesh Singh Company Secretary and Compliance Officer Email : cs@dcinfotech.com Contact No. : +91 22 28329000