



**DECCAN GOLD  
MINES LIMITED**

( CIN : L51900MH1984PLC034662 )

Corporate Office & Correspondence Address

No.1285, 5th Main, 7th Sector, HSR Layout, Bengaluru - 560102. Tel . : +91 80 45384000 Fax : +91 80 45384001 Email : info@deccangoldmines.com Website : www.deccangoldmines.com

September 6, 2023

To,  
**Corporate Relationship Department**  
**BSE Limited**  
Phiroze Jeejeebhoy Tower,  
Dalal Street, Mumbai - 400 001

**Scrip Code: 512068**

Dear Sir / Madam,

Sub: **Annual Report for Financial Year 2022 – 23 and Notice of the 39<sup>th</sup> Annual General Meeting - Compliance with Regulation 30 and 34 of the Securities Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”)**

This is further to our letter dated September 4, 2023 intimating that the 39<sup>th</sup> Annual General Meeting of Deccan Gold Mines Limited (‘Company’) will be held on Thursday, September 28, 2023 through Video Conferencing / OAVM at 11:30 a.m (IST).

Pursuant to Regulation 30 and 34(1) of the Listing Regulations, we enclose the following:

1. Annual Report of the Company for the Financial Year 2022-23
2. Notice of the 39<sup>th</sup> Annual General Meeting of the Company (including e-voting instructions).

The Annual Report for the financial year 2022-23 along with Notice of 39<sup>th</sup> AGM is also being made available on the website of the Company at [www.deccangoldmines.com](http://www.deccangoldmines.com) and BSE website at [www.bseindia.com](http://www.bseindia.com).

Kindly take the above on record and oblige.

Yours truly

Subramaniam S  
Company Secretary  
Membership No.: ACS 12110

Registered Office

501, Akruti Trade Center, Road No. 7, MIDC, Andheri (East), Mumbai - 400 093, Maharashtra. Tel . : +91 022 6260 6800 Fax : +91 022 6260 6800



# DECCAN GOLD MINES LIMITED

**ANNUAL REPORT 2023**

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**CORPORATE INFORMATION**

Chairman	:	Mr Kailasam Sundaram
Managing Director	:	Dr Hanuma Prasad Modali
Executive Director & CS	:	Mr Subramaniam S.
Board of Directors	:	Mr Govind Subhash Samant Mr Andrew Mark Weeks Mrs Deepthi Donkeshwar
Chief Financial Officer	:	Mr Krishnamurthy Karunakaran
Exploration Director of subsidiary company	:	Mr Saradchandra Rao Peshwa
Corporate Identification No	:	L51900MH1984PLC034662
Registered Office	:	No. 501, Ackruti Trade Center, Road No. 7, MIDC, Andheri (East), Mumbai – 400 093, Maharashtra Tel : 91-22-62606800/62606800 Email : info@deccangoldmines.com Web : www.deccangoldmines.com
Corporate Office	:	No. 1285, 5th Main, 7th Sector, HSR Layout, Bengaluru – 560 102, Karnataka Tel : 91-80-45384000 Fax : 91-80-45384001
Statutory Auditors	:	P R Agarwal & Awasthi Chartered Accountants, Mumbai (Firm Registration No 117940W)
Registrars & Share Transfer Agents	:	Link Intime India Private Limited C 101, 247 Park, LBS Marg, Vikhroli West, Mumbai – 400 083 Tel : 91-22-49186000 Fax : 91-22-49186060 Email: rnt.helpdesk@linkintime.co.in
Bankers	:	Kotak Mahindra Bank

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**PROFILE OF BOARD OF DIRECTORS**

**Mr KAILASAM SUNDARAM**

Non-executive Chairman

Kailasam has over 28 years of corporate experience in the field of corporate law, FEMA, finance & taxation, audit (internal & external), legal and HR matters. Areas of expertise include fund raising for short-term and long-term requirements, listing of securities and handling of direct and indirect tax matters, risk assessment, evaluation of internal controls, understanding and evaluation of systems and processes.

Since July, 2015 he is acting as an Independent Advisor to various corporates providing specialised services on capital structuring (within and outside India), FEMA and other corporate law matters. He is a regular speaker and presents papers on corporate law matters at events conducted by professional bodies.

Kailasam is a Fellow Member of the Institute of Company Secretaries of India and an Associate Member of the Institute of Cost & Management Accountants of India.

**Dr. HANUMA PRASAD MODALI, M.Sc., Ph.D., MAusIMM**

Managing Director

Hanuma Prasad has extensive experience in Exploration and Mining industry in India and overseas. In his long career, spanning over 27 years, Hanuma has worked in various capacities in Exploration and Corporate Management. As an Exploration Manager, he has led several greenfield and brown field exploration projects for gold, base metals, nickel-PGE, mineral sands and iron ore. He has held key management positions, including Chief Executive Officer, in which he is involved in fundraising and corporate management.

Hanuma started his career with Geological Survey of India in 1994 where he carried out geological mapping and exploration for gold. His work in Central India has helped in bringing out new regional geological concepts. Hanuma joined Australian Indian Resources Group (AIR) in the year 2001 and continued to work with the Group for the last 20 years. As an Exploration Manager, he has explored Archaean and Proterozoic terrains of central India for gold, base metals, Ni-Cu-PGE and made significant discoveries. He was actively involved in the exploration research on generating new gold and Ni-PGE targets in India. During this period he has also built exploration teams and explored various parts of Africa for other mineral resource companies which have consultancy arrangements with AIR Group.

Since 2008 Hanuma was closely associated with the Business Development team of the AIR Group, during which he carried out due diligence of several precious commodity projects in India, Africa and South America. He has been associated with fund raising into AIR and Geomysore Services (India) Pvt Ltd (GMSI). Hanuma has co-managed NI 43-101 compliant feasibility study on Jonnagiri Gold Project along with a team of international and Indian experts. He is currently part of the senior management of GMSI playing a key role in the development of Jonnagiri gold mining project.

Hanuma has worked widely in Africa, SE Asia, South America and CIS countries as a part of due diligence team to advice various business houses in acquiring mineral projects in these countries. He has been instrumental in setting up gold and other mineral exploration and mining companies in Sudan, Ivory Coast, Togo, Zambia, Malawi and Kyrgyzstan.

He is a member of Australian Institute of Mining and Metallurgy (AusImm). Hanuma has Doctorate in Geology and published number of papers in peer reviewed journals. He is a prolific speaker in national and International conferences.

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### **Mr SUBRAMANIAM SUNDARAM**

Executive Director and Company Secretary

Subramaniam has 26 years of experience in the field of Company Law and other corporate laws. Has handled corporate restructuring exercises including mergers / demergers, amalgamations, joint ventures, foreign collaborations, fund raisings & listing of securities on domestic and foreign stock exchanges. He is in charge of the corporate legal and company secretarial matters and also functions as the Compliance Officer of the Company since October, 2006.

Apart from holding professional qualification in law, Subramaniam is an Associate Member of the Institute of Company Secretaries of India (ICSI) and Chartered Institute of Management Accountants, United Kingdom (CIMA).

### **Mr ANDREW MARK WEEKS**

Independent Non-Executive Director

Andrew Mark Weeks is a Geologist with over 30 years of experience in the mining industry. He has worked in senior production and resource management roles with Acacia Resources, WMC and BHP as well as 10 years as a Principal Consultant for Golder Associates. He has had a privileged career working on and visiting tens of minerals resource projects and mines on every continent (except Antarctica) and has worked in gold, nickel, silver, diamond, uranium, copper, tungsten, PGE and iron ore projects. As a Fellow of the Australasian Institute of Mining and Metallurgy (FAusIMM), he has sufficient experience to qualify as a Competent Person for various metals including gold.

In 2020, he founded 2020 Resources Pty Ltd, to promote excellence in mineral resource development and ore control processes.

### **Mr GOVIND SUBHASH SAMANT**

Non Executive & Non Independent Director

Govind is an entrepreneur based out of Thailand and is a long-term shareholder of the Company holding a significant stake as on date. Govind has a keen understanding and appreciation of the business model of exploration and mining companies.

### **Mrs DEEPTHI DONKESHWAR**

Independent Non-Executive Director

Mrs. Deepthi Donkeshwar has an extensive background in Management Consultancy & HR management. She is a qualified Human Resource Consultant with a Master's in Business Administration having graduated with a B.Tech Degree. She is having 15 plus years of experience as a Management & HR Consultant in the Engineering and IT industry.

Based in Hyderabad, she is now a Director in Holistic Corporate Advisors Private Limited as a Management Consultant & Human Resources Specialist. She is also one of the partners in Vasavi Holistic Corporate Services, a leading real estate group in Hyderabad since last 26 years.

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## **KEY PERSONNEL**

**Dr. MASTAN RAO CHUNDURI**, M.Sc., Ph.D.,  
Consultant Geologist

Mastan Rao Chunduri has 30 years of experience as a professional geologist in survey and mineral exploration using Remote Sensing and GIS. He has expertise in regional targeting for gold, base metal, iron ore, peat / coal and other industrial commodities. He has implemented grass root to advance exploration program. He has experience in managing multiple exploration programs with large team of geologists and geophysicists in India and African countries. Also possesses expertise in Mapinfo, Arcinfo, ERDAS, Envi&Datamine Studio.

**Mr. KARUNAKARAN KRISHNAMURTHY**

Chief Finance Officer & Director, Deccan Exploration Services Private Limited

Karunakaran is a Certified Management Accountant from CMA (Australia) and also holds a Diploma in Management Accounting from CIMA, UK. He has a Masters Degree in Commerce. He possesses nearly three decades of experience in the field of Finance, Accounts and Audit and has worked in organisations in India and abroad. He has got wide experience in matters relating to Indian corporate laws, Banking matters and taxation. Apart from working in reputed corporate in India, Karun worked for 5 years in one of the leading multi divisional company in Sultanate of Oman – Muscat, in the internal audit department and advised management on methodologies to strengthen their internal control systems.

**Mr. SARADCHANDRA RAO PESHWA**, FGS (London), MGS (SA)

Director (Exploration), Deccan Exploration Services Private Limited (wholly owned subsidiary of Deccan Gold Mines Limited)& Director, Deccan Gold Tanzania Private Limited

Peshwa has nearly 32 years of experience as a mining and exploration geologist and specializes in gold exploration and resource modeling. He worked as a Mining & Exploration Geologist for 13 years with Bharat Gold Mines Limited. He has the distinction of working in the world famous Champion Reef Mine and carried out detailed exploration of Champion lode system both in deep and shallow levels. This has resulted in delineating new parallel lodes of the Champion Lode system. From 1996 to 2002 he worked as a Project Manager with ACC Limited and was involved in exploration of gold and other minerals. He successfully carried out gold prospecting in the Red Sea hills region of Sudan. Peshwa is responsible for the development of DGML's Gold Projects and has implemented different exploration methods as per international standards including QA/QC programmes. He has international exposure for different styles for gold mineralization. Being a Fellow of Geological Society of London and Member of Geological Society of South Africa qualifies him as a competent person as defined by the JORC Code. Peshwa is also an RQP (Recognition as Qualified Person) awarded by Indian Bureau of Mines.

**Mr. RAJEEV P. HANAMASAGAR** (M.Sc IT)

GIS-IT Manager

Rajeev has 16 years of experience in working on Mining & GIS softwares like DataMine, Surpac, Datamine Discover 3D, Auto-Cad and Mapinfo. With his expertise in Database Management of Mining & Exploration data, he is involved in generation of seamless geological and structural maps for exploration & mining projects using GIS platform matching international standards. In the past, he has assisted in preparing necessary geological maps and drill holes sections forming part of Mining Plan of 2 Gold Projects including the Ganajur Gold Project.

Also handles the implementation and maintenance of the Company's technology infrastructure and central information processing system to support efficient data management and communications. Rajeev is also responsible for the secure and effective operation of all computer systems, related applications, hardware and software in the Company.

**DIRECTORS' REPORT**

To  
The Members,  
Deccan Gold Mines Limited

The Directors of Deccan Gold Mines Limited ('the Company') have pleasure in submitting their 39th Annual Report to the Members of the Company together with the Audited Standalone and Consolidated Statement of Accounts for the year ended March 31, 2023. The financial statements have been presented based on Ind AS requirements.

**1. FINANCIAL STATEMENTS & RESULTS:****A. FINANCIAL RESULTS**

Financial results for the year ended March 31, 2023 are as under: (₹ in '000)

Particular	2022-23	2021-22
Other Income	3,425	7,650
Total Expenses	3,1028	34,008
Profit / (Loss) before Exceptional and Extraordinary Items and Tax	(27,603 )	(26,358)
Less: Exceptional and Extraordinary Items	-	-
Profit / (Loss) before tax	(27,603 )	(26,358)
Less: Current Tax & Deferred Tax	765	-
Profit / (Loss) after tax	(28,369)	(26,358)
Other Comprehensive Income	227	128
Total Comprehensive Income of the year	(28,142)	(26,230)

**b. OPERATIONS AND STATE OF AFFAIRS :**

Details on the operations of the Company and status of its projects in India as well as market announcements made from time to time can be accessed at [www.deccangoldmines.com](http://www.deccangoldmines.com) and [www.bseindia.com](http://www.bseindia.com) (BSE Scrip Code: 512068).

Significant developments during the year under review are summarized hereunder:

**Acquisition of stake in Geomysore Services (India) Private Limited (GMSI):**

Pursuant to receiving regulatory and statutory approvals, the Company completed acquisition of 41.81% stake in GMSI (7,20,373 shares in GMSI at an Issue Price of Rs. 1,606.09 per share) on March 2, 2023 under a share swap arrangement. As consideration, the Company had issued 3,35,07,789 equity shares of Re.1/- each at an Issue Price of Rs.33.05/- per share and 1499276 Compulsorily Convertible Debentures (CCDs) of Re.1/- each at an Issue Price of Rs. 33.05/- per CCD. The Fair Value of equity shares of GMSI and equity shares / CCDs of DGML and the share swap ratio were arrived at by an independent registered valuer.

As our shareholders are aware, GMSI is a gold exploration company and has a granted and executed Mining Lease over its Jonnagiri Gold Project in the State of Andhra Pradesh. More details about GMSI and the Jonnagiri Gold Project are available in our market updates made to BSE from time to time.

**Ganajur Mining Lease Application (WP No. 17018/2021) and North Hutti Block Prospecting Licence (PL) applications (WP No. 12867/2022):**

As shareholders are aware, our wholly-owned subsidiary viz., Deccan Exploration Services Private Limited (DESPL) had filed a Writ Petition before the Hon'ble High Court of Karnataka on September 13, 2021 seeking setting aside of the 'Speaking Order' dated July 16, 2021 passed by the Central Government (holding its prior approvals for Ganajur ML as inconsequential and infructuous in the light of the MMDR Amendment Act, 2021) and grant of the Ganajur Mining Lease. Ministry of Mines, Government of India; Indian Bureau of Mines, Nagpur; Department of Commerce & Industries (MSME & Mines), Government of Karnataka and the Department of Mines & Geology, Government of Karnataka are the Respondents to this Writ Petition.



DESPL had also filed an Amendment Application (during 2022) before the Hon'ble High Court of Karnataka incorporating the salient features of the Judgment dated May 27, 2022 passed by the Hon'ble High Court in an identical matter in Indocil Silicons Pvt., Ltd., & Ors vs. Union of India & Ors. (W.P. 1920/2021) ("Indocil")

Further, DESPL had also filed a Writ Petition (12867/2022) before the Hon'ble High Court of Karnataka seeking quashing of the Order dated 14/02/2022 passed by the Secretary (MSME & Mines), Commerce & Industries Department, Government of Karnataka ("C & I"). Vide this Order, the C & I had ordered that the 8 PL applications filed by DESPL over the North Hutti Block in Karnataka have not fulfilled the requirements of Section 10A(2)(b) of the MMDR Act, 1957 and further the PL applications have lapsed as per Proviso No. 1 to Section 10A(2)(b) inserted vide MMDR Amendment Act, 2021 with effect from March 28, 2021.

Both the Writ Petitions came up for hearing on January 5, 2023 before the Hon'ble High Court of Karnataka. It was pointed out to the Court that the State Government has challenged the Judgment dated May 27, 2022 passed by the Hon'ble High Court in Indocil before the Hon'ble Supreme Court by way of SLP (Civil) No. 15692 of 2022. After hearing the parties, the Hon'ble High Court directed that (a) the next date of hearing on the Writ Petitions will be fixed after the decision of the Hon'ble Supreme Court in re: Indocil. In the meanwhile, the interim order passed in the matter viz., the Respondent State not to take any precipitative action against DESPL would continue till such time and granted time of 4 weeks' to the Respondents to file their statement of objections to DESPL's Writ Petitions.

During May, 2023 DESPL filed its Rejoinder to the joint Statement of Objections filed by two of the Respondents (Government of India and the Indian Bureau of Mines) to its Ganajur Writ Petition No. 17018/2021.

In order to protect its interests and to state its case / merits, DESPL also filed an Intervention / Impleadment Application (No. 50253 of 2023) in SLP (Civil) No 15692 of 2022 before the Hon'ble Supreme Court in State of Karnataka and Another (Petitioner) Vs. Indocil Silicons Pvt., Ltd., and Another. At the hearing held in the matter on May 15, 2023 the Hon'ble Supreme Court Bench acknowledged the Intervention Application filed by DESPL and stated that they will hear all the stakeholders including the intervenors and listed the matter for hearing on August 8, 2023. However, the matter did not come up for hearing on the said date and as per the information available on Hon'ble Supreme Court website is tentatively listed on September 5, 2023.

### **Bhalukona-Jamnidi Nickel, Chromium and Associated PGE Block in Chhattisgarh**

As shareholders are aware, the Company had submitted its Technical Bid and participated in the e-auction held for the captioned Block on March 6, 2023 conducted through the online portal of MSTC (official agency authorized by the Government to conduct e-auctions for mineral blocks).

Bhalukona-Jamnidi Block covers an area of 30 sq kms and forms part of Neo-archean Sonakhan Schist Belt in the NE fringe of Bastar Craton and represents a wide spectrum of volcano-volcanoclastic rocks of Sonakhan and Bilari Group, mafic-ultramafic intrusives, undeformed granitoids, younger dykes and quartz veins. Based on initial sampling data of GSI, the area requires further prospecting to facilitate mining operations and was therefore recommended for grant of Composite Licence through e-auction process.

On May 22, 2023 the Company received an official intimation from Government of Chhattisgarh that the Company has been selected as the "Preferred Bidder" in respect of the Bhalukona-Jamnidi Block on the basis of the e-auction conducted on March 6, 2023. As required under the terms and conditions of the tender document, the Company has furnished Performance Security for an amount of Rs. 1.5 crore in favour of the Government of Chhattisgarh. We are following up with the Government of Chhattisgarh for completion of the further statutory / regulatory requirements and procedures.

All the above facts have been disclosed in our periodical market updates made to the BSE and shareholders are encouraged to refer to the same.

There was no change in nature of the business of the Company, during the year under review.

### **c. REPORT ON PERFORMANCE OF SUBSIDIARY:**

The Company holds 13,555 (100%) shares in Deccan Exploration Services Private Limited (DESPL) and 11,700 shares (99.99%) in Deccan Gold Tanzania Private Limited, Tanzania (DGTPL) as on March 31, 2023. In view of the provisions of the Companies Act, 2013 ('the Act'), DESPL is a wholly owned subsidiary company and DGTPL is a subsidiary company. Pursuant to the provisions of Section 129 of the Act, the accounts of DESPL & DGTPL have been consolidated into the Company's accounts. Further, consequent to acquisition of 41.81% stake in

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Geomysore Services (India) Private Limited, India (GMSI) on March 2, 2023, GMSI has become an associate company during the year under review. Apart from this, no other Company has become or ceased to be the Company's subsidiary(ies), joint venture(s) or associate company during the year under review.

The performance and financial position of DESPL & DGTPPL, subsidiary companies for the year ended March 31, 2023 is attached as Annexure 1 (Form AOC-1) to this Report.

### **d. MATERIAL SUBSIDIARIES:**

The Board has adopted a Policy for determining Material Subsidiaries in accordance with the requirements of Regulation 16(1)(c) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015. The Policy, as approved by the Board, is uploaded on the Company's website and the link for the same is <https://deccangoldmines.com/wp-content/uploads/2018/11/Policy-on-Material-Subsidiaries.pdf>. In terms of the criteria laid down in the Policy and as per the definition of material subsidiary provided in Regulation 16(1)(c) of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, the wholly owned subsidiary of the Company i.e. Deccan Exploration Services Private Limited has been identified as 'Material', based on the Company's Consolidated Financial Statements for financial year 2022-23.

Further, the Financial Statements along with the Directors' Report of Deccan Exploration Services Private Limited and Deccan Gold Tanzania Private Limited, Tanzania for the financial year ended March 31, 2023 are available on the Company's website at <https://deccangoldmines.com/agm-2023-related-documents/>.

### **e. COMPLIANCE WITH SECRETARIAL STANDARDS**

The applicable Secretarial Standards issued by the Institute of Company Secretaries of India, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly complied by the Company.

### **f. DIVIDEND:**

Your Directors express their inability to recommend dividend for the financial year under review keeping in mind the operations of the Company.

### **g. TRANSFER TO RESERVES:**

In view of losses incurred during the year under review, the Board of Directors has not recommended transfer of any amount to reserves.

### **h. DECLARATION WITH REGARD TO FINANCIAL STATEMENTS:**

Financial Statements for the year ended March 31, 2023 are in accordance with the Indian Accounting Standards (IND-AS) notified by the Ministry of Corporate Affairs, Government of India which have already become applicable to the Company from the accounting period beginning on April 1, 2017.

The Company has not carried out any revision in its financial statements in any of the three preceding financial years as per the requirement under Section 131 of the Act.

### **i. DEPOSITS:**

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 during the year under review. Hence, the requirement for furnishing of details of deposits which are not in compliance with Chapter V of the Act is not applicable.

### **j. DISCLOSURES UNDER SECTION 134(3)(L) OF THE COMPANIES ACT, 2013:**

Except as disclosed elsewhere in this report, no material changes and commitments which could affect the Company's financial position have occurred between the end of the financial year of the Company and date of this report.

### **k. DISCLOSURE WITH REGARD TO INTERNAL FINANCIAL CONTROLS:**

The internal financial controls with reference to financial statements as designed and implemented by the Company are adequate considering the nature of its business and the scale of operations. During the year under review, no

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material or serious observation has been made by the Statutory Auditors and the Internal Auditors of the Company regarding inefficiency or inadequacy of such controls. Wherever suggested by the auditors, control measures have been further strengthened and implemented.

**I. DISCLOSURE WITH REGARD TO ORDERS PASSED BY REGULATORS / COURTS / TRIBUNALS:**

No adverse orders have been passed by any Regulator or Court or Tribunal which can have impact on the Company's status as a Going Concern and on its future operations.

**m. PARTICULARS OF CONTRACT OR ARRANGEMENT WITH RELATED PARTIES:**

All contracts / arrangements / transactions entered into by the Company during the financial year with its related parties were in the ordinary course of business and at an arm's length basis. Accordingly, the disclosure of related party transactions, as required under Section 134(3)(h) of the Companies Act, 2013 is annexed as Annexure 2 (Form AOC-2) to this Report. The Policy on related party transactions as approved by the Board may be accessed on the Company's website at [https://deccangoldmines.com/wp-content/uploads/2022/08/DGML\\_Related-Parties-Transaction-Policy.pdf](https://deccangoldmines.com/wp-content/uploads/2022/08/DGML_Related-Parties-Transaction-Policy.pdf).

Your Directors draw attention of the members to Note No. 24 of Standalone financial statements which sets out disclosures on related parties and transactions entered into with the said parties during the financial year under review.

**n. PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS AND SECURITIES:**

During the year under review, the Company did not provide any loan or give any guarantees. As on March 31, 2023 the Company did not have any investments except (a) 100% shareholding in DESPL, its wholly owned subsidiary company; (b) 99.99% shareholding in DGTPL, its subsidiary company in Tanzania and (c) 40.49% % shareholding in Geomysore Services (India) Private Limited.

**o. DISCLOSURE UNDER SECTION 43(A)(II) OF THE COMPANIES ACT, 2013:**

The Company has not issued any shares with differential rights and hence no information is required to be furnished in terms of provisions of Section 43(a)(ii) of the Act read with Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014.

**p. DISCLOSURE UNDER SECTION 54(1)(D) OF THE COMPANIES ACT, 2013:**

The Company has not issued any sweat equity shares during the year under review and hence the provisions of Section 54(1)(d) of the Act read with Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014 are not applicable.

**q. DISCLOSURE UNDER SECTION 62(1)(B) OF THE COMPANIES ACT, 2013:**

All the stock options issued under the DGML ESOP 2014 and DGML ESOP 2014 (Amended 2016) have since been exercised during the financial year 2017-18 and the Company did not have any Scheme of ESOP in force during the year under review and hence no disclosure is required to be furnished.

**p) DISCLOSURE UNDER SECTION 67(3) OF THE COMPANIES ACT, 2013:**

During the year under review, there were no instances of non-exercising of voting rights in respect of shares purchased directly by employees under a Scheme pursuant to Section 67(3) of the Companies Act, 2013 read with Rule 16(4) of Companies (Share Capital and Debenture) Rules, 2014. Hence, disclosures pursuant to Section 67 (3) of the Companies Act, 2013 are not required to be furnished.

**2. OUTLOOK AND OPPORTUNITIES:**

Details on the industry outlook, opportunities, risks and concerns have been provided under 'Management Discussion and Analysis' forming part of this Annual Report.

**3. MATTERS RELATED TO DIRECTORS AND KEY MANAGERIAL PERSONNEL:****a) Board of Directors and Key Management Personnel:**

During the year under review, Mr. Andrew Mark Weeks (DIN:08962937) and Mrs. Deepthi Donkeshwar (DIN: 08712113) were appointed as Directors (Independent & Non Executive category) for a period of 2 years on August

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9, 2022 and the appointments were approved by the shareholders at their 38th Annual General Meeting (AGM) held on September 28, 2022.

During the year under review, the term of office of Mr. Natesan Chinnapan (DIN: 08415969) and Ms. Revathi Thiruvengadam (DIN: 01119311), Independent Directors came to an end with effect from May 31, 2022, and June 15, 2022 respectively. Mr. Binay Pandey (DIN: 05343869), Non-Executive Non Independent Director ceased to be a director with effect from September 30, 2022 upon end of his tenure. The Board places on record its appreciation for their guidance and support extended during their respective tenure.

Mr. Subramaniam Sundaram (DIN:06389138), Director retires by rotation and being eligible, offers himself for reappointment. Necessary resolution has been included in the Notice convening the ensuing 39th AGM and your Directors recommend their appointment.

### **b) Declaration by Independent Directors:**

The Company has received declaration from all the Independent Directors under Section 149(6) of the Companies Act, 2013 as further amended by the Companies Amendment Act, 2017 and Regulation 16(1)(b) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 confirming their independence vis-à-vis the Company and its management. There was no change in the circumstances which affected their status as Independent Director (s) during the year under review.

The Independent Directors have also confirmed that they are not aware of any circumstances or situation which exist or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence. Further, the Independent Directors of the Company possess integrity and requisite qualifications, experience and expertise in the field of finance, auditing, tax, risk advisory service, mineral exploration, mining and law and hold the highest standards of integrity.

Further, declaration on compliance with Rule 6(3) of the Companies (Appointment and Qualification of Directors) Rules, 2014, as amended by Ministry of Corporate Affairs ("MCA") Notification dated October 22, 2019, regarding the requirement relating to enrollment in the Data Bank created by MCA for Independent Directors, have been received from all the Independent Directors.

### **c) Company's Policy on Directors' appointment and remuneration:**

The Board has, as per the recommendation of the Nomination and Remuneration Committee, framed a policy on selection and appointment of Directors and Senior Managerial personnel and their remuneration which was further amended by the Board vide their resolution dated March 31, 2019 in terms of the SEBI (Listing Obligations and Disclosure Requirements) Amendment Regulations, 2018. The details of said policy are given in the Corporate Governance Report which forms part of this Annual Report.

## **4. DISCLOSURES RELATED TO BOARD, COMMITTEES AND POLICIES:**

### **a) Board Meetings:**

The Board of Directors met six (6) times during the year ended March 31, 2023 in accordance with the provisions of the Companies Act, 2013 and rules made there under. All these meetings were held through audio-visual means in compliance with the provisions of the Act. Detailed information on the Board Meetings is provided in the Corporate Governance Report which forms part of this Annual Report.

### **b) Directors' responsibility Statement:**

In terms of Section 134(5) of the Companies Act, 2013, in relation to the audited financial statements of the Company for the year ended March 31, 2023, the Board of Directors hereby confirms that:

- a. in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b. such accounting policies have been selected and applied consistently and the Directors made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2023 and of the loss of the Company for that year;
- c. proper and sufficient care was taken for maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- d. the annual accounts of the Company have been prepared on a going concern basis;
- e. internal financial controls have been laid down by the Company and that such internal financial controls are adequate and operating effectively;
- f. proper systems have been devised to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively;

**c) Board Committees:**

There are four (4) Committees of the Board of Directors of the Company viz. Audit Committee, Nomination and Remuneration Committee, Stakeholders' Relationship Committee and Independent Directors' Committee as on March 31, 2023.

Detailed information on all the above Board Committees is provided in the Corporate Governance Report forming part of this Annual Report along with the details of extract from Nomination and Remuneration Policy of the Company with respect to remuneration of Executive Directors, Key Managerial Personnel and other senior employees of the Company.

Policies framed by the Committees / Board pursuant to the applicable provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are available on the Company's Website ([www.deccangoldmines.com](http://www.deccangoldmines.com)).

Disclosure in respect of composition, meetings held, attendance of members, terms of reference and other related matters in respect of the above Board Committees are furnished in the Corporate Governance Report forming part of this Annual Report.

**d) Policies and Procedures (Mechanism):****Vigil Mechanism Policy for Directors / Employees:**

The Board of Directors of the Company has pursuant to the provisions of Section 178(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014, framed a "Vigil Mechanism Policy" for Directors and employees of the Company to provide a mechanism which ensures adequate safeguards to employees and Directors from any victimization on raising of concerns of any violations of legal or regulatory requirements, incorrect or misrepresentation of any financial statements and reports, etc.

The employees of the Company have the right to report their concern/grievance to the Chairman of the Audit Committee.

The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations.

**Risk Management Policy:**

The Board of Directors of the Company has designed Risk Management Policy and Guidelines to avoid events, situations or circumstances which may lead to negative consequences on the Company's businesses, and define a structured approach to manage uncertainty and to make use of these in their decision making pertaining to all business divisions and corporate functions. Key business risks and their mitigation are considered in the annual/strategic business plans and in periodic management reviews.

**Corporate Social responsibility:**

The provisions of Section 135 of the Act read with Companies (Corporate Social Responsibility Policy) Rules, 2014 are not applicable to the Company.

**e) Annual Evaluation of Directors, Board Committees and Board:**

A statement indicating the manner for evaluation of performance of the Board and its Committees and individual Directors is attached to this Report as Annexure 3.

**f) Internal control systems:**

Adequate internal control systems commensurate with the nature of the Company's business, size and complexity of its operations are in place and have been operating satisfactorily. Internal control systems comprising of policies and procedures are designed to ensure reliability of financial reporting, timely feedback on achievement of operational

## **DECCAN GOLD MINES LIMITED**

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and strategic goals, compliance with policies, procedure, applicable laws and regulations and that all assets and resources are acquired economically, used efficiently and adequately protected.

### **g) Disclosure under Section 197(12) of the Companies Act, 2013 and other disclosures as per rule 5 of Companies (Appointment & remuneration) rules, 2014:**

The information required pursuant to Section 197 read with Rules 5(1) and 5(2) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 have been attached as Annexure 4 to this Report.

### **h) Payment of remuneration / commission to managerial personnel from subsidiary company:**

The Managing Director of the Company is not in receipt of remuneration / commission from the subsidiary company. Apart from the Managing Director, the Company did not have any managerial personnel during the year under review.

### **i) Familiarization Programme for Independent Directors**

The Company proactively keeps its Directors informed of the activities of the Company its management and operations and provides an overall industry perspective as well as issues being faced by the industry. Details for the year ended March 31, 2023 are available on the Company's website at <https://deccangoldmines.com/wp-content/uploads/2018/11/Independent-Directors-Familiarisation-Programme.pdf>.

## **5. AUDITORS AND REPORTS:**

The matters related to Auditors and their Reports for the year ended March 31, 2023 are as under:

### **a) Report of the Statutory Auditors on financial statements for the year ended March 31, 2023:**

The Report furnished by the Statutory Auditors on the financial statements of the Company for the year ended March 31, 2023 is free from any observations / qualifications.

### **b) Secretarial Audit report:**

Provisions of Section 204 read with Section 134(3) of the Companies Act, 2013, mandates to obtain Secretarial Audit Report in Form MR-3 from a Practicing Company Secretary. M/s. Rathi and Associates, Practicing Company Secretaries, Mumbai had been appointed as Secretarial Auditors for the financial year March 31, 2023 to issue Secretarial Audit Report for the financial year 2022-23.

The Secretarial Audit Report issued in Form MR-3 by M/s. Rathi & Associates is attached as Annexure 5 and forms part to this report. The said report is self-explanatory and does not require any further clarification on the matter.

Further, the Secretarial Audit Report in Form MR-3 for DESPL (Material Subsidiary) for the financial year ended March 31, 2023 is attached as Annexure 6 to this Report.

### **c) Annual Secretarial Compliance report:**

In compliance with the Regulation 24A of the Listing Regulations and the SEBI circular CIR/CFD/CMD1/27/2019 dated February 8, 2019, the Company has undertaken an audit for the Financial Year 2022-23 for all applicable compliances as per Securities and Exchange Board of India Regulations and Circulars/Guidelines issued thereunder. The Annual Secretarial Compliance Report duly issued by M/s. Rathi & Associates has been submitted to the Stock Exchanges within the prescribed timelines.

The Annual Secretarial Compliance Report does not contain any qualification, reservation or adverse remark or disclaimer or modified opinion.

### **d) Appointment of Statutory Auditors:**

M/s. P.R. Agarwal & Awasthi, Chartered Accountants, Mumbai (Firm Registration No. : 117940W) resigned vide their letter dated September 4, 2023, as Statutory Auditors of the Company w.e.f. the conclusion of the 39th Annual General Meeting of the Company. The same was taken note of by the Board at its meeting held on September 4, 2023.

Consequent to the resignation of the statutory auditors and pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 and upon the recommendation of the Audit Committee, the Board of Directors (at their meeting held on September 4, 2023) appointed, subject to the approval of the shareholders of the Company, M/s. V. K. Beswal & Associates, Chartered Accountants, Mumbai

(Firm Registration No. 101083W), as the Statutory Auditors of the Company for a consecutive term of five (5) years to hold office from the conclusion of the ensuing 39th AGM till the conclusion of the 44th AGM.

Necessary resolution with regard to appointment of Statutory Auditors has been included in the Notice convening the 39th AGM of the Company.

**e) Cost Auditors:**

Presently, the Company is not engaged in any manufacturing activities and hence requirement of appointment of Cost Auditors pursuant to Section 148 of the Companies Act, 2013 is not applicable to the Company.

**f) Fraud reporting:**

During the year under review, Statutory Auditors and Secretarial Auditors have not reported any instances of frauds committed in the Company by its Officers or Employees as specified under Section 143(12) of the Companies Act, 2013.

**6. DISCLOSURES UNDER SECTION 134 OF COMPANIES ACT, 2013:**

Other disclosures as per provisions of Section 134 of the Act read with Companies (Accounts) Rules, 2014 are furnished as under:

**a) Extract of Annual return:**

Annual Return (Form MGT-7) for the year 2022-23 in terms of Section 92 (3) of the Companies Act, 2013 is available on the Company's website at <https://deccangoldmines.com/agm-2023-related-documents/>

**b) Conservation of energy, technology absorption and foreign exchange earnings and outgo:**

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 have not been furnished considering the fact that the Company is yet to commence its manufacturing operations.

**c) Expenditure and Earnings in Foreign Currency:**

**Earnings:**

(Rs. In '000)

Sr. No.	Nature	2022-23	2021-22
1.	Exports	NIL	NIL
2.	Professional Consultancy Income	3,254	NIL
	<b>Total</b>	<b>3,254</b>	-

**Expenditure**

(Rs. In '000)

Sr. No.	Nature	2022-23	2021-22
1	Import of Materials	-	-
2	Professional Fees	1,134	245
3	Analysis Charges	-	-
4	Travelling & Other Expenses	485	-
	<b>Total</b>	<b>1,619</b>	<b>245</b>

**d) Remuneration payable by Companies having no profit or inadequate profit (in terms of Section II of Schedule V to the Companies Act, 2013):**

The Company is paying remuneration to its Managing Director as per the limits laid down in Section II of Schedule V to the Companies Act, 2013.

**e) Change in share capital:**

On March 2, 2023, the Company allotted 3,35,07,789 equity shares of Re.1/- each at an Issue Price of Rs. 33.05/- per equity share and 14,99,276 Compulsorily Convertible Debentures (CCD) of Re.1/- each at an Issue Price of Rs. 33.05/- per CCD. CCDs are convertible into equivalent number of equity shares within a period of 18 months

## **DECCAN GOLD MINES LIMITED**

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of their allotment. The aforesaid equity shares / CCDs were issued towards acquisition of 7,20,373 equity shares of Geomysore Services (India) Private Limited (GMSI) from its shareholders under a share swap arrangement.

On account of the above, the paid up capital of the Company increased from 9,33,27,375 equity shares of Re.1/- each to 12,68,35,164 equity shares of Re.1/- each with effect from March 2, 2023 and to 12,83,34,440 equity shares of Re.1/ each (on a fully diluted basis post conversion of CCDs).

**f) Disclosure under Sexual Harassment of Women at Workplace (Prevention, Prohibition and redressal) Act, 2013:**

The Company has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace and has also established an Internal Complaints Committee, as stipulated by The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules framed thereunder. During the year under review, no complaints in relation to such harassment at workplace have been reported.

**g) Insolvency and Bankruptcy Code, 2016:**

During the year under review, no applications were made or any proceeding were pending under the Insolvency and Bankruptcy Code, 2016.

**h) Disclosure with respect to one-time settlement of loan taken from the banks or financial institutions:**

During the financial year under review, the Company had not taken any loan from the Banks or Financial Institutions. Hence, no disclosure is required to be made with respect to difference between amount of valuation done at the time of one-time settlement and the valuation done while taking the loan.

### **7. ACKNOWLEDGMENT AND APPRECIATION:**

Your Directors take this opportunity to express their gratitude to all the business associates and to the investors / shareholders for the confidence reposed in the Company and its management. The Directors also convey their appreciation to the employees at all levels for their enormous personal efforts as well as collective contribution.

**For and on behalf of the Board of Directors of  
Deccan Gold Mines Limited**

**Kailasam Sundaram**

Chairman

DIN: 07197319

Date: September 4, 2023

Place: Bengaluru

CIN: L51900MH1984PLC034662

**REGISTERED OFFICE:**

No. 501, Ackruti Trade Center,  
Road No. 7, MIDC, Andheri (East),  
Mumbai 400093

Tel. No.: 91-22-62606800 / 62606800

Email: info@deccangoldmines.com Website: www.deccangoldmines.com



**ANNEXURE-1**

**FORM AOC-1**

**PERFORMANCE OF SUBSIDIARY COMPANY**

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

(Information in respect of subsidiary)

**Part A Subsidiaries**

**1. Deccan Exploration Services Private Limited**

Amount (in ₹ 000)

1	Name of the subsidiary	Deccan Exploration Services Private Limited
2	The date since when subsidiary was acquired	3rd March, 2005
3	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Not applicable
4	Reporting currency and Exchange rate as on the last date of the relevant Financial Year in the case of foreign subsidiaries.	Not applicable
5	Share capital	136
4	Other Equity	4,36,174
7	Total Assets	4,42,448
8	Total Liabilities	6138
9	Investments	Nil
10	Turnover	Nil
11	Profit before taxation	807
12	Provision for taxation	(239)
13	Profit after taxation	568
14	Proposed Dividend	Nil
15	% of shareholding	100%

## DECCAN GOLD MINES LIMITED

### 2. Deccan Gold (Tanzania) Private Limited

Amount (Tzs) in ` 000)

1	Name of the subsidiary	Deccan Gold (Tanzania) Private Limited
2	The date since when subsidiary was acquired	5th October, 2020
3	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Not applicable
4	Reporting currency and Exchange rate as on the last date of the relevant Financial Year in the case of foreign subsidiaries.	Not applicable
5	Share capital	175,650
6	Other Equity	(14,976)
7	Total Assets	192,575
8	Total Liabilities	31,901
9	Investments	Nil
10	Turnover	Nil
11	Profit before taxation	(2,458)
12	Provision for taxation	Nil
13	Profit after taxation	(2,458)
14	Proposed Dividend	Nil
15	% of shareholding	99.99%

**Names of subsidiaries which are yet to commence operations: NA**

**Names of subsidiaries which have been liquidated or sold during the year: NA**

**Part B Associates and Joint Ventures**

Consequent upon acquisition of 41.81% stake on March 2, 2023, Geomysore Services (India) Private Limited, India became an associate company. Geomysore Services India Privat Limited is yet to have its financial statements for the year ended March 31, 2023 audited.

Apart from this, the Company did not have any associate / joint venture companies during the year under review.

Names of associates or joint ventures which are yet to commence operations: NA

Names of associates or joint ventures which have been liquidated or sold during the year: NA

**For and on behalf of the Board of Directors of Deccan Gold Mines Limited**

**Kailasam Sundaram**

Chairman

DIN: 07197319

Date: September 4, 2023

Place: Bengaluru

**ANNEXURE-2****FORM NO. AOC -2**

(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 of the Companies Act, 2013 including certain arms length transaction under third proviso thereto.

**1. Details of contracts or arrangements or transactions not at Arm's length basis.**

<b>SL. No.</b>	<b>Particulars</b>	<b>Details</b>
a)	Name (s) of the related party & nature of relationship	-
b)	Nature of contracts/arrangements/transaction	-
c)	Duration of the contracts/arrangements/transaction	-
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	-
e)	Justification for entering into such contracts or arrangements or transactions'	-
f)	Date of approval by the Board	-
g)	Amount paid as advances, if any	-
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	-

**2. Details of contracts or arrangements or transactions at Arm's length basis.**

<b>SL. No.</b>	<b>Particulars</b>	<b>Details</b>
a)	Name (s) of the related party & nature of relationship	Deccan Exploration Services Private Limited (Wholly owned subsidiary company)
b)	Nature of contracts/arrangements/transaction	Receipt of Exploration & Other expenses incurred on behalf of the wholly owned subsidiary company
c)	Duration of the contracts/arrangements/transaction	01.04.2022 to 31.03.2023
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	-
e)	Date of approval by the Board	31.05.2022
f)	Amount paid as advances, if any	-

For and on behalf of **the Board of Directors of Deccan Gold Mines Limited**

**Kailasam Sundaram**

Chairman

DIN: 07197319

Date: September 4, 2023

Place: Bengaluru

**ANNEXURE - 3****STATEMENT ON MANNER OF EVALUATION OF BOARD OF DIRECTORS,  
COMMITTEE AND INDIVIDUAL DIRECTORS:**

The Companies Act, 2013 has prescribed a new set of meeting known as exclusive meeting by Independent Directors to assign more responsibility and power to Independent Directors. As per Schedule IV of the Companies Act, 2013, the Independent Directors shall hold at least one meeting in a year, without the attendance of Non-Independent Directors and members of the management and all such directors shall strive to be present at the meeting.

The Independent Directors of the Company held such meeting on September 28, 2022. Amongst other matters, they reviewed the performance of Non-Independent Directors, and the Board as a whole, the performance of the Chairperson of the Company, taking into account the views of Executive Director and Non-Executive Directors; and assess the quality, quantity and timeliness of flow of information between the Company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

**Evaluation Criteria of the Board's performance:**

During the year under review, the Board evaluated its performance as well as that of its Committees and individual Directors, including the Chairman of the Board. The exercise was carried out through a process covering various aspects of the Board functioning such as composition of the Board and Committees, experience and competencies, performance of specific duties and obligations, governance issues etc., Separate exercise was carried out to evaluate the performance of individual Directors including the Board Chairman who were evaluated on parameters such as attendance, contribution at the meetings and otherwise, independent judgment, safeguarding of minority shareholders interest etc., The evaluation of the Independent Directors was carried out by the entire Board and that of the Chairman and the Non-Independent Directors were carried out by the Independent Directors.

For and on behalf of **the Board of Directors of  
Deccan Gold Mines Limited**

**Kailasam Sundaram**

Chairman

DIN: 07197319

Date: September 4, 2023

Place: Bengaluru

**ANNEXURE - 4**

**DISCLOSURE FOR RATIO OF REMUNERATION OF EACH DIRECTOR TO THE MEDIAN EMPLOYEE'S REMUNERATION AND OTHER DETAILS AS PER RULE 5 OF THE COMPANIES (APPOINTMENT & REMUNERATION) RULES, 2014**

Median remuneration for the financial year 2022-23 was Rs.15,85,176 per annum. The ratio of the median remuneration to his remuneration is 1 : 3 (approx).

During the financial year, the percentage increase in remuneration of Key Managerial Personnel is 'Nil'.

As at the end of the year, there were 6 permanent employees on the rolls of the Company. But for one employee in the category of driver and office assistant, all the other employees were paid only part of their salary for the year under review. The percentage increase in the median remuneration of employees in the financial year is 'Nil'.

The monthly remuneration of Dr Hanuma Prasad Modali, Managing Director is Rs. 1,40,000/-; Mr Subramaniam Sundaram, Whole-time Director & CS is Rs. 4,00,000/- and that of Mr Karunakaran K. is Rs. 2,72,500/-.

Being a gold exploration company and considering the fact that the Company is yet to generate revenues, relationship between average increase in remuneration of employees / key managerial personnel and the Company's performance is not comparable. Further, there has been no salary increases during the year 2022-23.

The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year - Not applicable

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

For and on behalf of **the Board of Directors of  
Deccan Gold Mines Limited**

**Kailasam Sundaram**

Chairman

DIN: 07197319

Date : September 4, 2023

Place: Bengaluru

**ANNEXURE - 5**

**FORM NO. MR-3**

**SECRETARIAL AUDIT REPORT**

**FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To  
The Members,  
**Deccan Gold Mines Limited**  
501, Ackruti Trade Centre, Road No. 7 MIDC,  
Andheri (East) Mumbai-400093

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Deccan Gold Mines Limited** (CIN: L51900MH1984PLC034662) (hereinafter called "**the Company**"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the Financial Year ended on March 31, 2023 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:

1. We have examined the books, papers, minute books, forms and returns filed, and other records maintained by the Company, for the financial year ended on March 31, 2023, according to the provisions of:
  - (i) The Companies Act, 2013 (the Act) and the rules made thereunder to the extent applicable;
  - (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 following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable: -
    - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
    - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
    - c) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
    - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
2. The provisions of Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder were applicable to the extent of Foreign Direct Investment and Overseas Direct Investment, for the financial year under report.
3. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company under the financial year under report: -
  - a) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021.
  - b) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - c) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 2006 regarding the Companies Act and dealing with client;

## **DECCAN GOLD MINES LIMITED**

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- d) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;
  - e) The Securities and Exchange Board of India (Buy-back of Securities) Regulations 2018.
4. We further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has generally complied with other Acts, Laws and Regulations applicable specifically to the Company mentioned as under:
- a) Mines Rescue Rules, 1985;
  - b) The Forest (Conservation) Act, 1980;
  - c) The Forest (Conservation) Rules, 1981;
  - d) The Karnataka Shops and Commercial Establishments Act, 1961;
  - e) The Karnataka Tax On Professions, Trades, Callings and Employment Act, 1976;
  - f) The Mineral Concession Rules, 1960;
  - g) The Mineral Conservation and Development Rules, 1988;
  - h) The Mines Act, 1952;
  - i) The Mines and Minerals (Regulation and Development) Act, 1957;
  - j) The Mines Rules, 1955.

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

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

During the year under report, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We 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 year under report were carried out in compliance with the provisions of the Act.

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

None of the Board members have communicated dissenting views, in the matters/ agenda proposed from time to time for consideration of the Board and its Committees thereof, during the year under the report, hence were not required to be captured and recorded as part of the minutes.

We 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.

**For RATHI & ASSOCIATES  
COMPANY SECRETARIES**

**JAYESH SHAH  
PARTNER**

FCS. NO.: 5637

COP NO.: 2535

P.R. CERTIFICATE NO. 668/2020

UDIN:F005637E000841153

Date: August 22, 2023

Place: Mumbai

Note: This report should be read with our letter of even date which is annexed as Annexure and forms an integral part of this report.



**ANNEXURE TO DGML MR-3**

To,  
The Members,  
**Deccan Gold Mines Limited**  
501, Ackruti Trade Centre, Road No. 7 MIDC,  
Andheri (East) Mumbai-400093

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

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

**For RATHI & ASSOCIATES  
COMPANY SECRETARIES**

**JAYESH SHAH  
PARTNER**

FCS. NO.: 5637

COP NO.: 2535

P.R. CERTIFICATE NO. 668/2020

UDIN:F005637E000841153

Date: August 22, 2023

Place: Mumbai

**ANNEXURE - 6**

**FORM NO. MR-3**

**SECRETARIAL AUDIT REPORT**

**FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,  
The Members,  
**Deccan Exploration Services Private Limited**  
No. 1285, HSR Layout, 7th Sector,  
Bangalore - 560102

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Deccan Exploration Services Private Limited (CIN: U27205KA1997PTC022819) (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2023 complied with the statutory provisions listed hereunder and also that the Company has Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2023, according to the provisions of the Companies Act, 2013 (the Act) and the rules made thereunder.
2. Provisions of the following Regulations were not applicable to the Company under the financial year under report: -
  - (i) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
  - (ii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; and
  - (iii) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder.
3. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company under the financial year under report: -
  - (i) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (ii) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (iii) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations 2018;
  - (iv) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
  - (v) Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - (vi) Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 2006 regarding the Companies Act and dealing with client;
  - (vii) Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; and

(viii) Securities and Exchange Board of India (Buy-back of Securities) Regulations 2018.

4. We further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has generally complied with other Acts, Laws and Regulations applicable specifically to the Company mentioned as under:

- (i) Mines Rescue Rules, 1985;
- (ii) The Forest (Conservation) Act, 1980;
- (iii) The Forest (Conservation) Rules, 1981;
- (iv) The Karnataka Shops and Commercial Establishments Act, 1961; and
- (v) The Karnataka Tax On Professions, Trades, Callings And Employment Act, 1976
- (vi) The Mineral Concession Rules, 1960;
- (vii) The Mineral Conservation and Development Rules, 1988;
- (viii) The Mines Act, 1952;
- (ix) The Mines and Minerals (Regulation and Development) Act, 1957;
- (x) The Mines Rules, 1955;

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India under the provisions of the Companies Act, 2013.

During the period under report, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We 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. There were no changes in the composition of the Board of Directors that took place during the year under report carried out in compliance with the provisions of the Act.

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

None of the Board members have communicated dissenting views, in the matters/ agenda proposed from time to time for consideration of the Board and its Committees thereof, during the year under the report, hence were not required to be captured and recorded as part of the minutes.

We 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.

**For RATHI & ASSOCIATES  
COMPANY SECRETARIES**

**JAYESH SHAH**  
PARTNER  
FCS. NO.: 5637  
COP NO.: 2535  
P.R. CERTIFICATE NO. 668/2020  
UDIN: F005637E000933245

Date: 4th September, 2023  
Place: Mumbai

Note: This report should be read with our letter of even date which is annexed as Annexure and forms an integral part of this report.

**ANNEXURE TO DESPL MR-3**

To,  
The Members,  
**Deccan Exploration Services Private Limited**  
No. 1285, HSR Layout, 7th Sector,  
Bangalore – 560102

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

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

**For RATHI & ASSOCIATES  
COMPANY SECRETARIES**

**JAYESH SHAH**  
PARTNER  
FCS. NO.: 5637  
COP NO.: 2535

Date: 4th September, 2023  
Place: Mumbai

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## **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

### **INTRODUCTION**

Deccan Gold Mines Limited (“DGML”) is the first and only gold exploration Company listed on the Bombay Stock Exchange Limited (BSE). It was established in the year 2003 by Australian promoters with deep roots in the mining and exploration sector. Since its inception, DGML and its wholly owned subsidiary Deccan Exploration Services Private Limited (DESPL) actively pursued gold exploration activities through adoption of modern methods and latest technology in all of its exploration prospects.

Since the change in management in October, 2021 the Company has taken significant efforts to expand its portfolio in India and overseas.

### **INDUSTRY REVIEW**

Gold plays an important and significant role in the economy of every nation, more so in India because gold is an integral part of the cultural ethos of our country.

Till a decade ago, India was the highest consumer and importer of gold which was in the range of 600 to 800 tonnes per annum which increased to 900 to 1000 tonnes per annum in the past decade.

India's gold imports, which have a bearing on the current account deficit dipped 24.15% to USD 35 billion in 2022-23 due to global economic uncertainties according to data from the Commerce Ministry, Government of India. Import of the yellow metal stood at USD 46.2 billion in 2021-22.

(Source: <https://economictimes.indiatimes.com/markets/commodities/news/gold-imports-dip-24-to-35-billion-in-2022-23/articleshow/100047020.cms?from=mdr>)

India continues to be the second largest gold market in the World accounting for about 25% of global gold demand. India's gold demand is primarily for catering to manufacturing of jewellery (73%) for export and domestic consumption; coins (6.9%); industrial usages (1.4%); ETFs (2.7%); and bullion (15.9%). (Source: NITI Aayog's publication “Transforming India's Gold Market – February, 2018).

### **PERFORMANCE**

Details about the operations of the Company including acquisition of stake in Geomysore Services (India) Private Limited and other developments including Ganajur Gold Project and North Hutti Block Prospecting Licence (PL) applications which are presently before the Hon'ble High Court of Karnataka are provided elsewhere in the Directors' Report forming part of this Annual Report.

It is pertinent to note that exploration companies by their very nature will not generate mining revenues until commencement of mining operations.

### **RISKS AND CONCERNS**

About 4,000 tonnes is the current global demand for gold. Because of its high conductivity and non-oxidising property, gold has many practical uses in industry. Its durability under the most corrosive conditions and attractive golden-yellow colour has led to its widespread use in jewellery manufacturing.

India's share in the global gold production is less than 0.05% despite being endowed with the potential to establish multiple new gold mines. About 700 tonnes of gold resources have been defined in different parts of India through drilling by GSI, MECL and private players. Apart from this, a large area of 280,000 sq km has been identified by GSI as having the geological potential to trigger new discoveries of gold resources. All this potential awaits to be unlocked.

On January 12, 2015 the MMDR Amendment Act, 2015 came into force. Post this, the Ministry of Mines has taken a series of steps to encourage the States to auction large numbers of Composite Licence (CL) Blocks (PL cum ML) for gold and other such deep-seated minerals. However, the response received from the industry for picking up these CL Blocks has not been up to expectations due to unattractive exploration data and the small size of the CL Blocks (<25 sq km) and the least attractive auction-mode of granting licence for exploration. Even after the grant

## **DECCAN GOLD MINES LIMITED**

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of CL under auction route, delays / complexities involved in the grant of various statutory clearances required for conducting exploration and mining including challenges in land acquisition, mineral processing and dumping of waste rocks and tailings mean that it'll take several years for a Project to reach the production stage.

India, despite being a pioneer in gold mining and mineral processing and the very first country to use technologies to do mining at depths of over 3 km is currently trailing behind most gold-producing countries.

To sum up, the aim of Government should be maximization of mineral production leading to revenue generation through employment, royalties and taxes and not just revenue maximization through auction.

### **OUTLOOK AND OPPORTUNITIES**

Being India's only gold exploration company listed on the BSE, Deccan Gold Mines Limited has successfully enlarged its foot print in India and overseas and is set to become a junior to mid-tier gold producing company.

During March, 2023 the Company successfully completed acquisition of a significant stake in Geomysore Services (India) Private Limited (GMSI) which has got an advanced stage gold project at Jonnagiri, Andhra Pradesh and close to production.

During March, 2023, the Company also successfully participated in the e-auction for the Bhalukona-Jamnidih Block in Chhattisgarh for Nickel, Chromium and associated PGE Block in the State of Chhattisgarh and more details are given in elsewhere in the Directors' Report forming part of the Annual Report.

During July, 2023 the Company has also initiated action to secure 60% stake in Avelum Partners LLC, Kyrgyzstan which has got an advanced stage gold project in Altyn Tor, Kyrgyzstan. Further, the Company is also initiated action to acquire 32% stake in Kalevala Gold Oy, Finland which has got gold exploration prospects in Finland.

It may also be noted that the Company has started providing mineral exploration consultancy services for clients in India / abroad. Towards this end, the Company entered into Strategic Alliance Agreements with (i) AK Corporation-FZCO, United Arab Emirates for setting up of processing plants for gold mining industry and (ii) Kartikay Exploration and Mining Services Pvt., Ltd., Nagpur, India for execution of mineral exploration and drilling work.

During August, 2023 the Company incorporated a wholly owned subsidiary under the name of Deccan Gold - FZCO, Dubai for the purpose of providing Geological consultancy and related services. This is expected to strengthen and consolidate the company's consultancy vertical.

More details on the above transactions are available on the market updates made by the Company which can be accessed at [www.deccangoldmines.com](http://www.deccangoldmines.com) / [www.bseindia.com](http://www.bseindia.com) (BSE Scrip Code: 512068).

On the legislative and regulatory front, it may be noted that the MMDR Amendment Act, 2023 was passed during July, 2023. This Act has introduced the concept of Exploration Licence for 29 minerals including gold. Exploration Licences are proposed to be granted by the concerned State Government (s) through competitive bidding over an area of up to 1000 sq kms and they will be issued for a period of 5 years (extendable by a further period of two years on the request of the Licensee). Within 3 months of completion of the operations or expiry of the licence, the licensee shall submit a geological report regarding findings.

If resources are proven after exploration, the State Government conducts auction for mining lease within 6 months of submission of report by the Licensee. The Licensees will receive a share in the auction value of the mining lease for the mineral prospected by him. The share will be prescribed by the Central Government. If auction is not completed within the specified period, the State Government will pay an amount prescribed by the Central Government to the Licensee. This is expected to act as an incentive to prospective explorers under an Exploration Licence.

To conclude, DGML is well equipped to take advantage of any business opportunity that will arise and has got a well experienced technical team to assist it in achieving its objectives of creating long-term value for its shareholders.

**ADEQUACY OF INTERNAL CONTROL**

The Company has in place adequate internal control systems commensurate with its size and operations, which assure proper recording of transactions of its operations and also ensure protection against misuse or loss of the Company's assets. The Company has constituted an Audit Committee and has assigned to it tasks that will further strengthen the internal audit system.

**SUSTAINABLE DEVELOPMENT**

DGML is committed to sustainable development; we believe in creating sustainable values that our employees, business partners and shareholders can uphold and believe in. We strive to meet the needs of all our stakeholders. DGML believes in making a positive contribution to the community in which we are involved.

**CAUTIONARY STATEMENT**

Statements in the Management Discussion and Analysis Report describing the Company's objectives, projections, estimates, expectations or predictions may be "forward looking statements" within the meaning of the applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include the availability of economically viable deposits, changes in Government regulations, tax regimes, economic developments in India and other incidental factors.

## REPORT ON CORPORATE GOVERNANCE

### for the year ended and as on March 31, 2023

Your Directors are pleased to present the Company's Report on Corporate Governance in compliance with the Corporate Governance disclosure requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI LODR Regulations, 2015') and the Companies Act, 2013 as amended from time to time.

#### 1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

Corporate Governance is essentially a set of standards, systems and procedures aimed at effective, honest, transparent, and responsible management of a Company within the applicable statutory and regulatory structures.

Good corporate governance practices help support and strengthen corporate actions aimed at achieving the corporate objectives. The Company's principle corporate objective, like that of any corporate business entity, is to perpetuate its business while protecting and enhancing, over the long-term, the value of the investments of its shareholders.

Your Company's Board of Directors and management are committed to ensure good corporate governance standards and disclosure practices in its operations

#### 2. BOARD OF DIRECTORS

##### a) Composition and category of Directors, number of other Board and Board Committees in which they are Chairperson / Member

The Company has a balanced Board with a combination of Executive and Non-Executive Directors. As on March 31, 2023, the Board comprised 6 Directors of which two are Executive Directors and the other 4 are Non-Executive Directors.

Out of the 4 Non Executive Directors, 3 are Independent Directors including one woman Independent Director and the other Director is a Non-Independent Director. The Chairman of the Board was a Non Executive Independent Director.

The Board is well-balanced with members from diverse backgrounds who have long experience and expertise in their respective fields.

The composition of the Board and other relevant details relating to Directors (as on March 31, 2023) are given below:

Name of the Director & DIN	Designation	Category of Directorship	No. of outside Directorships	No. of outside Committee Memberships #	
				Chairman	Member
Mr. Kailasam Sundaram (DIN: 07197319)	Director	Non-executive, Independent (Chairman)	Nil	Nil	Nil
Dr. Modali Hanuma Prasad (DIN: 01817724)	Managing Director#	Executive	Nil	Nil	Nil
Mr. Subramaniam S (DIN:06389138)	Whole-time Director	Executive	Nil	Nil	Nil
Mr. Govind Subhash Samant (DIN: 07984886)	Director	Non-executive, Non-Independent	Nil	Nil	Nil
Mr. Andrew Mark Weeks^ (DIN : 08962937)	Director	Non-executive, Independent	Nil	Nil	Nil
Mrs. Deepthi Donkeshwar^ (DIN : 08712113)	Director	Non-executive Independent			
Mr. Natesan Chinnappan* (DIN: 08415969)	Director	Non-executive, Independent	Nil	Nil	Nil



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Ms. Revathi Thiruvengadam# (DIN: 01119311)	Director	Non-executive, Independent	Nil	Nil	Nil
Mr. Binay Prakash Pandey\$ (DIN : 05343869)	Director	Non-executive, Non-Independent	Nil	Nil	Nil

^ Appointed w.e.f. August 9, 2022

\* Ceased to be a Director w.e.f. May 31, 2022

# Ceased to be a Director w.e.f. June 15, 2022

\$ Ceased to be a Director w.e.f. September 30, 2022

# Notes:

1. For the purpose of considering the limit of directorship positions in private limited companies, foreign companies, and companies under Section 8 of the Companies Act, 2013 have been excluded.
2. For the purpose of considering the limit of committee chairmanship / membership positions, membership of Audit Committee and Stakeholders Relationship Committee has been considered.
3. There are no inter-se relationships amongst the directors.

### b) Reappointment of Directors

Detailed profile(s) of Directors seeking appointment / re-appointment are furnished in the Notice convening the 39th Annual General Meeting (AGM).

### c) Number of Board Meetings held & dates on which held

Six Board Meetings were held during the financial year 2022-23. These meetings were held on May 30, 2022; August 11, 2022; November 14, 2022; November 30, 2022; February 14, 2023 & March 2, 2023. All these meeting were held through audio-visual means and in accordance with the provisions of the Companies Act, 2013 and rules framed thereunder.

### Attendance of each Director at the Board Meetings and the last Annual General Meeting

The details of attendance of Directors in Board Meetings and in the last Annual General Meeting held on September 28, 2022 are as follows:

Name of the Director	No. of Board Meetings attended	No. of meetings held during the tenure of the Director	Attendance at the last Annual General Meeting (Yes / No)
Mr. Kailasam Sundaram	6	6	Yes
Dr Modali Hanuma Prasad	6	6	Yes
Mr. Subramaniam S	6	6	Yes
Mr. Govind Subhash Samant	6	6	Yes
Mr. Andrew Mark Weeks^	5	5	Yes
Mrs. Deepthi Donkeshwar^	5	5	Yes
Mr. Natesan Chinnapan*	1	1	N.A.
Mrs. Revathi Thiruvengadam#	1	1	N.A.
Mr. Binay Prakash Pandey\$	2	2	No

^ Appointed w.e.f. August 9, 2022

\*Ceased to be a Director w.e.f. May 31, 2022

#Ceased to be a Director w.e.f. June 15, 2022

\$Ceased to be a Director w.e.f. September 30, 2022

### Independent Directors

In the opinion of the Board all the Independent Directors of the Company fulfil the conditions specified in the SEBI LODR Regulations, 2015, and are independent of the management.

A separate meeting of Independent Directors was held on September 28, 2022.

## DECCAN GOLD MINES LIMITED

During the year under review, Mr. Natesan Chinnapan (DIN: 08415969) resigned with effect from May 31, 2022, as a Non-Executive Independent Director of the Company upon attaining the age of 75 years.

The term of appointment of Ms. Revathi Thiruvengadam (DIN: 01119311) came to an end w.e.f. June 15, 2022 accordingly she retired as the Non-Executive Independent Director of the Company.

### Code of conduct

The Code for Conduct for Directors and Senior Management is in force and the said Code is also posted on the Company's website.

### Skills, Expertise and Competencies of Directors

The Board has identified the key skills, expertise and competencies required in the context of the Company's business for its effective functioning which are currently available with the Board.

The identified skills/expertise/competencies are mining, geology, management, domain expertise, banking, finance, general management, law and compliance.

Further, the details in terms of Para C(2)(h)(ii) of Schedule V of SEBI LODR Regulations, 2015 are as follows:

Name of Director	Areas of Skills / Expertise / Competencies
Mr. Kailasam Sundaram	Finance & Compliance
Dr. Modali Hanuma Prasad	Geology, Management & Business Strategy
Mr. Subramaniam Sundaram	Corporate Affairs, Law & Compliance
Mr. Govind Subhash Samant	Business & Finance
Mr. Andrew Mark Weeks	Geology & Mining
Mrs. Deepthi Donkeshwar	Management Consultancy & HR

None of the directors of the Company are related to each other.

### 3. BOARD COMMITTEES

The Company has the following Committees of the Board of Directors:

- (a) Audit Committee
- (b) Nomination and Remuneration Committee
- (c) Stakeholders' Relationship Committee
- (d) Independent Directors' Committee

### 4. AUDIT COMMITTEE

The Company's Board has constituted an Audit Committee pursuant to the provisions of the Companies Act, 2013 and SEBI LODR Regulations, 2015.

#### a) Powers of the Audit Committee:

- i) To investigate any activity within the scope of this Charter or referred to it by the Board and for this purpose, shall have full access to information contained in the books of accounts and the Company's facilities and personnel.
- ii) To seek information from and have direct access to any employee, key managerial personnel or director of the Company, to perform its duties effectively.
- iii) To secure assistance and attendance of outsiders with relevant knowledge/expertise in accounting, legal or other matters, if it considers necessary.
- iv) To engage independent counsel and other advisors as it deems appropriate to perform its duties and responsibilities.
- v) To engage a registered valuer taking into consideration such qualification and experience as may be considered appropriate in case of valuations required in respect of any property, stocks, shares, debentures, securities, goodwill, assets, liabilities or networth of a company.

- vi) To determine the provision of appropriate funding by the Company for compensation to the Statutory auditors, other advisors/experts that the Committee chooses to engage and other ordinary administrative expenses of the Committee.

### **b) Role and responsibilities of the Audit Committee:**

- i) Review of the Company's accounting policies, internal accounting controls, financial and risk management policies and such other matters as the Audit Committee deems appropriate.
- ii) Overseeing of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible. Review and discuss the audited financial statements with management and the Independent Auditors and determine whether they are complete and consistent with the information known to committee members; assess whether the financial statements reflect appropriate accounting principles.
- iii) Recommend to the Board, the appointment, re-appointment, removal of the statutory auditors, fixation of audit fee and also approval for payment for any other services rendered by the Statutory Auditors.
- iv) Reviewing with management the quarterly / half-yearly and annual financial statements before submission to the Board of Directors, focusing primarily on:
  - Any change in accounting policies and practices
  - Major accounting entries based on exercise of judgment by management
  - Qualifications in draft audit report
  - Significant adjustments arising out of audit findings
  - The going concern assumption
  - Compliance with accounting standards applicable to the Company
  - Any related party transactions i.e. transactions of the company of material nature with Promoters or the management, their subsidiaries or relatives etc. that may have potential conflict with the interests of the Company at large.
  - Reviewing before release of the financial statements audited or otherwise, the Director's Report, and such other matters which form part of the Annual Report of the Company.
  - matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013.
  - compliance with listing and other legal requirements relating to financial statements.
  - modified opinion(s) in the draft audit report.
- v) Discussing with the management and the Independent Auditor the following;
  - Annual audited financial statements
  - Quarterly financial statements
  - Disclosures under "Management's Discussion and Analysis"
  - Results of Operations.
  - Financial statements/forms to be released or submitted to any legal or regulatory authority
- vi) Discuss and review with the management;
  - Earnings' press releases.
  - financial information provided to analysts
  - Earnings' guidance provided to analysts and rating agencies.
  - policies with respect to risk assessment and risk management.
  - the major financial risk exposures and the steps management has taken to monitor and control such exposures

vii) Reviewing;

- Major issues as to the adequacy of the company's internal controls and any special audit steps adopted in light of material control deficiencies
- Analyses prepared by the management and/or the independent auditor setting forth significant financial reporting issues and judgments made in connection with the preparation of the financial statements
- Analyses of the effects of alternative GAAP methods on the financial statements
- The effect of regulatory and accounting initiatives
- Off-balance sheet structures on the financial statements
- Management letters/ Letters of Internal Control weakness issued by statutory auditor
- Internal Audit reports relating to internal control weakness
- The appointment, removal and terms of remuneration of the Chief Internal Auditor statement of significant related party transactions (as defined by the audit committee), submitted by management
- Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, right issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/ Draft Prospectus/ Prospectus /notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
- reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process
- approval or any subsequent modification of transactions of the listed entity with related parties
- scrutiny of inter-corporate loans and investments
- valuation of undertakings or assets of the listed entity, wherever it is necessary
- evaluation of internal financial controls and risk management systems
- reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems
- reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit
- reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board
- the functioning of the whistle blower mechanism
- reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision.
- management discussion and analysis of financial condition and results of operations
- statement of deviations
- a. quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).
- b. annual statement of funds utilized for purposes other than those stated in the offer document/ prospectus/notice in terms of Regulation 32(7).

viii) consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholders.

The Committee's Charter and Policy are available on our website on the following link:  
[http://deccangoldmines.com/wp-content/uploads/2019/04/DGML\\_Audit-Committee-Charter\\_2019.pdf](http://deccangoldmines.com/wp-content/uploads/2019/04/DGML_Audit-Committee-Charter_2019.pdf)

**c) Composition of Audit Committee:**

As of March 31, 2023 the Committee comprised 3 Directors out of which 2 were Independent Non-executive Directors (including the Chairman of the Committee). All the members of the Committee are financially literate. The Chairman of the Committee is an Independent Director and is the member with accounting / financial management expertise.

The name of members & Chairperson of the Committee are as under:

Name of member	Designation
Mr. Kailasam Sundaram	Chairperson / Member
Mr. Natesan Chinnappan*	Member
Dr. Hanuma Prasad Modali	Member
Mrs. Deepthi Donkeshwar^	Member

\*Ceased to be a Director w.e.f. May 31, 2022

^Appointed w.e.f. August 9, 2022

**d) Meetings and attendance during the year**

Four meetings of the Audit Committee were held during the financial year 2022-23. These meetings were held on May 30, 2022; August 11, 2022; November 14, 2022; and February 14, 2023.

The details of attendance in Audit Committee Meetings are as follows:

Name of Member	No. of Meetings attended during tenure	No. of meetings held during tenure
Mr. Kailasam Sundaram	4	4
Mr. Natesan Chinnappan	1	1
Dr Hanuma Prasad Modali	4	4
Mrs Deepthi Donkeshwar	3	3

- e) The Company Secretary acts as Secretary to the Committee. Further, the Audit Committee invites such of the executives of the Company as it considers appropriate to be present at its meetings. The representatives of the Statutory Auditors are also invited to these meetings.
- f) The Chairperson of the Audit Committee was present at the last Annual General Meeting held on September 28, 2022.

**5. NOMINATION & REMUNERATION COMMITTEE****a) Brief Description of terms of reference**

Although a non-mandatory requirement, the Company has constituted a Remuneration Committee and the name of the Committee was changed to Nomination and Remuneration Committee. This Committee functions as the Compensation Committee / Nomination & Remuneration Committee under the supervision and control of the Board of Directors in accordance with the applicable SEBI Guidelines and for the purposes of Section 178 of the Companies Act, 2013.

The purpose of the Committee is:

- To assist the Board in discharging its responsibilities relating to compensation of the Company's directors and key managerial personnel;
- To evaluate and approve the adequacy of the compensation plans, policies, programs and succession plans for Company's executive directors and senior management (including recommending to the Board the appointment and removal of senior management);

## DECCAN GOLD MINES LIMITED

- To formulate the criteria for determining qualifications, positive attributes and independence of a director and for performance evaluation of independent directors on the Board;
- To oversee the Company's nomination process for the top level management and identify, screen and review individuals qualified to serve as executive directors, nonexecutive directors, independent directors and senior management consistent with criteria approved by the Board;
- To recommend appointment and removal of directors to the Board, for approval at the annual meeting of shareholders;
- To carry out evaluation of the performance of the Board;
- To develop leadership;
- To develop and maintain corporate governance policies applicable to the Company;
- To recommend to the Board a policy, relating to the remuneration of the Company's directors, key managerial personnel and other employees;
- To devise a policy on Board diversity.
- Evaluation of appointment of an independent director on the the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, preparing a description of the role and capabilities required of an independent director.
- identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal
- whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors
- recommend to the board, all remuneration, in whatever form, payable to senior management.

### b) Composition, name of members and Chairperson

As on March 31, 2023, the Committee comprised Non-Executive Independent Directors and details are as under:

Name of member	Designation
Mr. Natesan Chinnapan@	Chairperson
Mrs. Revathi Thiruvengadam#	Member
Mrs. Deepthi Donkeshwar\$	Chairman
Mr. Kailasam Sundaram	Member
Mr Andrew Mark Weeks*	Member

@Ceased w.e.f. May 31, 2022

#Ceased w.e.f. June 15, 2022

\$Appointed w.e.f. August 9, 2022

\* Appointed w.e.f. August 9, 2022

### c) Attendance during the year

Mr. Natesan Chinnappan, Chairman and Mrs. Revathi Thiruvengadam ceased to be members of the Nomination & Remuneration Committee w.e.f. May 31, 2022 and June 15, 2022 respectively. The sole member of the Committee, Mr. Kailasam Sundaram gave his consent to the appointment of Mr. Andrew Mark Weeks and Mrs. Deepthi Donkeshwar as Directors and also members of the Nomination & Remuneration Committee w.e.f. August 9, 2022. No meeting of the Committee was held during the Financial Year 2022-23.

**d) Remuneration Policy & details of remuneration to all Directors**

**i) Management Staff**

Remuneration of employees largely consists of basic remuneration and perquisites. The components of the total remuneration vary for different grades and are governed by industry patterns, qualifications and experience of the employee, responsibilities handled, individual performance, etc.

**ii) Non-Executive Directors**

The Company pays sitting fees to all the Non-executive Directors of the Company for attending Board & Audit Committee Meetings. The sitting fees paid is within the limits prescribed under the Companies Act, 2013.

Details of the sitting fee paid to Non Executive Directors during the year 2022-23 is as under:

Name of the Director / Member	Sitting Fees paid for attending meetings of (In Rs.)	
	Board	Audit Committee
Mr. Kailasam Sundaram	120,000	20,000
Mrs. Deepthi Donkeshwar	100,000	15,000
Mr. Natesan Chinnapan	20,000	5,000
Ms. Revathi Thiruvengadam	20,000	Nil
Total	260,000	40,000

Mr. Andrew Mark Weeks, Non-Executive Independent Director, has applied for PAN and sitting fee will be paid to him post that. Apart from sitting fees for attending the Committee Meetings and Board Meetings, Non- executive directors had neither any other pecuniary relationship nor any transactions with the Company.

**iii) Executive Directors**

Dr Hanuma Prasad Modali is the Managing Director of the Company with effect from October 1, 2021 and he has not been paid any salary during the year ended March 31, 2023. Remuneration was paid / payable to the Managing Director as per the approval of shareholders of the Company. Apart from the managerial remuneration, the Managing Director did not receive any other monetary benefits from the Company.

The Managing Director is not entitled to severance fees.

The Committee's Charter and Policy are available on our website on the following link:

[http://deccangoldmines.com/wp-content/uploads/2019/04/DGML\\_Nomination-and-Remuneration-Committee-Charter\\_2019.pdf](http://deccangoldmines.com/wp-content/uploads/2019/04/DGML_Nomination-and-Remuneration-Committee-Charter_2019.pdf)

**5. STAKEHOLDERS RELATIONSHIP COMMITTEE**

**a) Chairman of the Committee**

Mr. Kailasam Sundaram, an Independent Non Executive Director is the Chairman of the Committee as on March 31, 2023.

**b) Objectives**

The primary objectives of this Committee are as under:

- Formulation of policies and procedures in line with the statutory guidelines to ensure speedy disposal of various requests received from security holders from time to time;
- The main objective of the Committee is to consider and resolve the grievances and various aspects of interest of the security holders of the Company;
- To approve, register, refuse to register transfer / transmission of shares and other securities;
- To monitor and review any investor complaints received by the Company or through SEBI and SCORES and ensure its timely and speedy resolution, in consultation with the Company Secretary and Compliance officer and RTA of the Company.

## DECCAN GOLD MINES LIMITED

### c) Composition, meetings and attendance:

The Committee has an Independent Non-executive director as its Chairman.

The Committee met four times during the financial year 2022-23. These meetings were held on May 30, 2022; August 11, 2022; November 14, 2022 and February 14, 2023.

Details of attendance in meetings of the Committee held during the year are as under:

Name of Director	Designation	No. of meetings attended during tenure	No. of meetings held during tenure
Mr Kailasam Sundaram@	Chairperson@	3	3
Mrs Deepthi Donkeshwar\$	Member\$	3	3
Dr. Hanuma Prasad Modali	Member	4	4
Mrs. Revathi Thiruvengadam#	Chairperson#	2	2
Mr. Natesan Chinnappan*	Member*	1	1

@Appointed w.e.f. August 9, 2022

\$Appointed w.e.f. August 9, 2022

#Ceased w.e.f. June 15, 2022

\*Ceased w.e.f. May 31, 2022

### d) Compliance Officer

Mr. S. Subramaniam, Company Secretary is the Compliance officer of the Company.

### e) Shareholder Complaints

During the financial year 2022 – 23, the Company received one investor complaint with regard to its Extraordinary General Meeting held on December 23, 2022 and the same was resolved and the investor withdrew his complaint. In addition, the Company promptly replies to the queries of shareholders on the operations of the Company and requests for list of shareholders that are received frequently through email to [info@deccangoldmines.com](mailto:info@deccangoldmines.com) / [subbu@deccangoldmines.com](mailto:subbu@deccangoldmines.com).

The Committee's Charter and Policy are available on our website on the following link:

[http://deccangoldmines.com/wp-content/uploads/2019/04/DGML\\_Stakeholders-Relationship-Committee-Charter\\_2019.pdf](http://deccangoldmines.com/wp-content/uploads/2019/04/DGML_Stakeholders-Relationship-Committee-Charter_2019.pdf)

### f) Terms of Reference:

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

## 5A. INDEPENDENT DIRECTORS' COMMITTEE

As on March 31, 2023, Mr. Kailasam Sundaram is the Chairperson of the Committee with Mr. Andrew Mark Weeks and Mrs Deepthi Donkeshwar being the other two members. The Committee meet once during the financial year 2022-23 on September 28, 2022 and the meeting was attended by all the 3 members.



**6. GENERAL BODY MEETINGS**

i) Location, time and date of holding of the last three Annual General Meetings (AGM) are given below:

Financial Year	Date	Time	Location of the Meeting
2019-20	December 22, 2020	11.00 am IST	Meeting was held through Video Conferencing / Other Audio Visual Means
2020-21	December 22, 2021	11.00 am IST	Meeting was held through Video Conferencing / Other Audio Visual Means
2021-22	September 28, 2022	11.00 a.m. IST	Meeting was held through Video Conferencing / Other Audio Visual Means

ii) **Special Resolutions during previous three Annual General Meetings:**

Date of AGM	Particulars of Special Resolutions Passed
December 22, 2020	No Special Resolution passed
December 22, 2021	<ul style="list-style-type: none"> <li>a) Appointment of Mr. Kailasam Sundaram as Non-executive Independent Director for a period of 5 years with effect from August 8, 2021</li> <li>b) Appointment of Mr. Natesan Chinnapan as Non-executive Independent Director for a period of 2 years with effect from April 12, 2021</li> <li>c) Reappointment of Mr. Sandeep Lakhwara as Managing Director for the period from May 1, 2021 to September 30, 2021</li> </ul>
September 28, 2022	<ul style="list-style-type: none"> <li>a) Appointment of Mr Andrew Mark Weeks (DIN:08962937) as Non-Executive Independent Director for a period of 2 years with effect from August 9, 2022</li> <li>b) Appointment of Mrs Deepthi Donkeshwar (DIN: 08712113) as Non-Executive Independent Director for a period of 2 years with effect from August 9, 2022</li> <li>c) Alteration of Clause III (Objects Clause) of the Memorandum of Association of the Company by replacing Clause III (B) – Objects Incidental or Ancillary to the attainment of Main Objects and deleting Clause III (C) – Other Objects Clause in the Memorandum of Association of the Company, subject to the approval of Registrar of Companies, Maharashtra, Mumbai ('RoC') and / or of any other statutory or regulatory authority as may be necessary.</li> </ul>

(iii) During the financial year 2022-23, no resolutions were passed through Postal Ballot.

(iv) During the reporting period, an Extra-Ordinary General Meeting was convened on December 23, 2022 and two Special Resolutions were passed as under.

Date of AGM	Particulars of Special Resolutions Passed
December 23, 2022 / 11.00 a.m. (IST) through VC / OAVM	<ul style="list-style-type: none"> <li>a) Offer and issue of Equity Shares by the Company on preferential basis through private placement for non cash consideration with regard to acquisition of stake in Geomysore Services (India) Private Limited under a share swap</li> <li>b) Offer and issue of Compulsorily Convertible Debentures by the Company on preferential basis through private placement for non cash consideration with regard to acquisition of stake in Geomysore Services (India) Private Limited under a share swap</li> </ul>

**7. DISCLOSURES**

a) a) The Company did not have any related party transactions, i.e. transactions of the Company of material nature, with its promoters, Directors or the Management, their subsidiaries or relatives, etc., which may have potential conflict with the interests of the Company at large. Related Party transactions have been disclosed in the Notes to Accounts in the financial statements as at March 31, 2023.

## DECCAN GOLD MINES LIMITED

- b) There was no non-compliance in respect any matter related to the capital markets by the Company during the last 3 years. Further, there was no penalty / strictures imposed on the Company by any Stock Exchange, SEBI or any Statutory Authority on any matter related to the capital markets during the last 3 years.
- c) The Company has complied with all the mandatory requirements as contained in Regulation 17 to 27 and Regulation 46 (2) (b) to (i) of SEBI LODR Regulations, 2015 except as stated otherwise.
- d) There is no non compliance with any requirement of Corporate Governance Report.
- e) Disclosures with respect to discretionary requirements - the Company has not implemented the non-mandatory/ discretionary requirements as prescribed pursuant to Regulation 27 (1) of SEBI LODR Regulations, 2015.
- f) The policy for determining 'material' subsidiaries is available at <http://deccangoldmines.com/wp-content/uploads/2018/11/Policy-on-Material-Subsidiaries.pdf>
- g) The policy on dealing with related party transactions is available at [https://deccangoldmines.com/wp-content/uploads/2023/02/DGML-RPT-Policy\\_2022.pdf](https://deccangoldmines.com/wp-content/uploads/2023/02/DGML-RPT-Policy_2022.pdf)
- h) The Company has not carried out any activities related to trading in commodities and has not used any commodities in its operations during the financial year review. Hence, there were no commodities hedging activities. Further, the Company has not carried out hedging of foreign currency transactions.
- i) M/s. Rathi & Associates, Company Secretaries, have certified that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors, by the SEBI / Ministry of Corporate Affairs or any such other statutory authority. The Certificate issued by M/s. Rathi & Associates, Company Secretaries, forms part of this report.
- j) On March 2, 2023, the Company made a preferential issue of 3,35,07,789 (Three Crore Thirty-Five Lakh Seven Thousand Seven Hundred and Eighty-Nine) Fully Paid-Up Equity Shares having face value of Re. 1/- (Rupee One only) at an issue price of Rs. 33.05/- per share and 14,99,276 (Fourteen Lakh Ninety-Nine Thousand Two Hundred and Seventy-Six) Compulsorily Convertible Debentures (CCD) at an issue price of Rs. 33.05/- per CCD for a non-cash consideration pursuant to a share swap for acquisition of 7,20,373 (Seven Lakh Twenty Thousand Three Hundred and Seventy-Three) Fully Paid-Up Equity Shares constituting 41.81% stake in Geomysore Services (India) Private Limited. The Company has not raised any funds through qualified institutions placement as specified under Regulation 32(7A) of the SEBI LODR Regulations, 2015, during the year under review.
- k) All recommendations by the Committees of the Board during the financial year 2022-23 were accepted by the Board.
- l) Total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditor and all entities in the network firm/network entity of which the statutory auditor is a part is Rs. 165,000/-.
- m) During the period under review there were no complaints filed, disposed and pending in terms of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

### 8. MEANS OF COMMUNICATION

- i) The quarterly results are published in English and Marathi newspapers generally in Free Press Journal (English) and Navshakti (Marathi). Further, they are also submitted to the BSE Limited upon their approval by the Board of Directors and are available on the website of BSE Limited ([www.bseindia.com](http://www.bseindia.com)).
- ii. The website of the Company ([www.deccangoldmines.com](http://www.deccangoldmines.com)) also displays official news releases issued on behalf of the Company.
- iii. The Company had held an Investors' Relation (IR) Call on March 18, 2023 at 11.00 a.m. (IST) and the presentation which was made was submitted to the BSE on March 13, 2023 and the Transcript of the IR Call was submitted to BSE on March 20, 2023 and were also made available on the website of the Company ([www.deccangoldmines.com](http://www.deccangoldmines.com)).

### 9. GENERAL SHAREHOLDER INFORMATION

#### i. Annual General Meeting:

Day / Date	Thursday, September 28, 2023
Time	11.30 A.M. IST
Venue	Not applicable since AGM is to be held through Video Conferencing / Other Audio Visual Means (VC / OAVM)

**ii. Financial Year:**

The Company follows April-March as its financial year. The audited financial results (stand alone and consolidated) for the year ended March 31, 2023 and the unaudited financial results for the quarter ended June 30, 2023 has been published by the Company upon approval of the Audit Committee and Board of Directors of the Company at their meeting (s) held on May 30, 2023 and August 14, 2023 respectively.

The financial calendar would be as under:

Unaudited financial results for quarter/ year ending	Reporting Date / Tentative date
September 30, 2023	By November 14, 2023
December 31, 2023	By February 14, 2024
March 31, 2024	By May 30, 2024
Annual General Meeting for the year ending March 31, 2024	By September 30, 2024

**iii. Date of Book Closure**

September 19, 2023 (Tuesday) to September 28, 2023 (Thursday) - both days inclusive

**iv. Dividend Payment Date**

Not applicable

**v. Listing on Stock Exchanges**

The Company's shares are listed on BSE Limited ("BSE") located at P. J. Towers, Dalal Street, Mumbai, Maharashtra, 400001. The Company has paid the listing fees to the Stock Exchange within the prescribed time.

**vi. Stock Code**

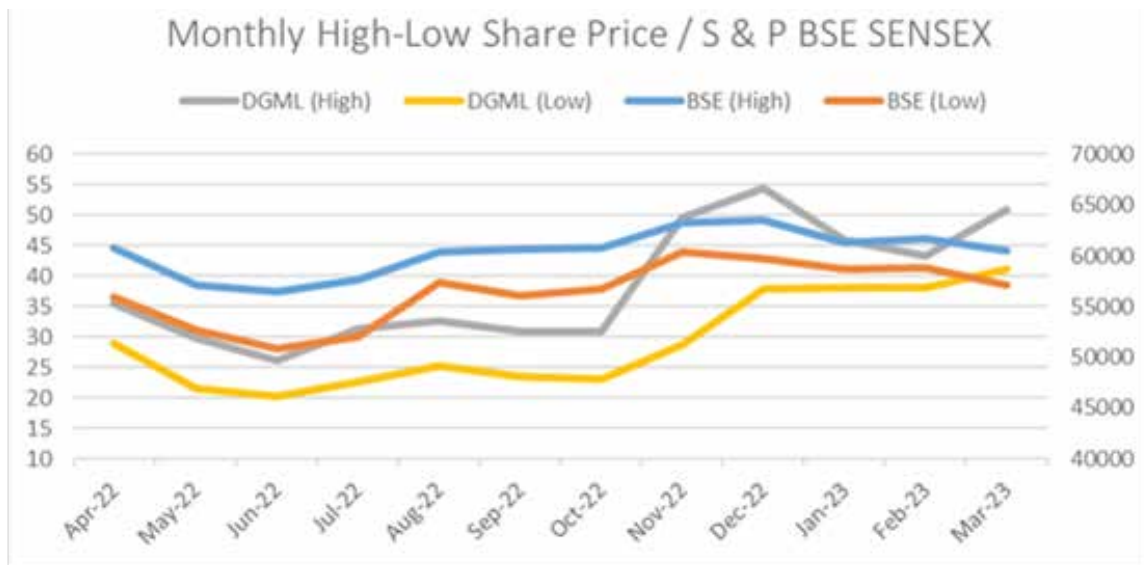
512068 (BSE)

**vii. Market price data – high & low during each month of last financial year**

The monthly high and low quotations of the Company's shares traded on the BSE is as follows:

Month & Year	Share Price of Deccan Gold Mines Limited on BSE				BSE Sensex	
	Month's High (Rs.)	Month's Low (Rs.)	Month's Closing Price (Rs.)	Volume of shares traded (In no.)	Month's High (Index point)	Month's Low (Index point)
April, 2022	35.50	29.00	29.35	1987041	60845.10	56009.07
May, 2022	29.85	21.50	24.45	1384051	57184.21	52632.48
June, 2022	26.10	20.20	24.60	1004127	56432.65	50921.22
July, 2022	31.40	22.75	27.70	1686270	57619.27	52094.25
August, 2022	32.65	25.25	29.55	2825241	60411.20	57367.47
September, 2022	31.00	23.45	24.45	1930774	60676.12	56147.23
October, 2022	31.00	23.10	29.90	1313698	60786.70	56683.40
November, 2022	49.70	28.70	42.90	5907954	63303.01	60425.47
December, 2022	54.50	37.80	38.10	4186265	63583.07	59754.10
January, 2023	45.90	38.20	41.65	1148740	61343.96	58699.20
February, 2023	43.40	38.10	42.90	1138419	61682.25	58795.97
March, 2023	50.99	41.10	44.43	3749508	60498.48	57084.91

**viii. Performance in relation to broad based indices of BSE SENSEX**



**ix. Registrar and Transfer Agents**

Link Intime India Private limited  
 C-101, 247 Park, LBS Marg, Vikroli West, Mumbai – 400083  
 Tel: 91-22-49186000 & Fax: 91-22-49186060.  
 Email : [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in)

**x. Share Transfer System**

As per directives issued by SEBI, it is compulsory to trade in the Company’s equity shares in dematerialized form. Effective April 1, 2019, transfer of shares in physical form has ceased. Shareholders who had lodged their request for transfer prior to March 31, 2019 and, have received the same under objection can re-lodge the transfer request after rectification of the documents. Request for transmission of shares and dematerialization of shares will continue to be accepted.

Shares held in the dematerialized form are electronically traded in the Depository and the Registrars and Share Transfer Agents of the Company periodically receive from the Depository the beneficiary holdings so as to enable them to update their records for sending all corporate communications, dividend warrants, etc.

Physical shares received for dematerialization are processed and completed within a period of 21 days from the date of receipt, provided they are in order in every respect. Bad deliveries are immediately returned to Depository Participants under advice to the shareholders.

**xi. Shareholding Pattern & Distribution of Shareholding**

(a) Shareholding Pattern (as at March 31, 2023):

Sr. No.	Category	No. of Shares held	%
1	Promoter Group	3,87,40,179	30.54
2	Foreign Portfolio Investors (Corporate)	39,56,730	3.12
3	Directors and their relatives (excluding independent directors & nominee directors)	35,83,914	2.83
4	Key Managerial Personnel	74,765	0.06
5	Resident individuals holding nominal share capital up to Rs. 2 lakhs	3,70,13,610	29.18
6	Resident individuals holding nominal share capital in excess of Rs. 2 lakhs	1,64,54,779	12.97
7	Non-resident Indians	40,04,474	3.16
8	Foreign Companies	1,61,49,440	12.73
9	Foreign Nationals	87,694	0.07
10	Other Bodies Corporate	31,96,799	2.52
11	Body Corporate – LLP	3,02,934	0.24
12	NBFCs registered with RBI	28,100	0.02
13	Hindu Undivided Family	32,15,364	2.54
14	Clearing Members	11,482	0.01
15	Trust	14,900	0.01
	<b>Total</b>	<b>12,68,35,164</b>	<b>100.00</b>

(b) Distribution of Shareholding (as at March 31, 2023)

Shareholding of Nominal Value (Rs.)	No. of Shareholders	% of Total	Shares	% of Total
1 - 500	14,992	69.70	22,64,625	1.79
501 - 1000	2,313	10.75	19,71,250	1.55
1001 - 2000	1,420	6.60	22,40,570	1.77
2001 - 3000	657	3.06	16,93,493	1.33
3001 - 4000	291	1.35	10,62,573	0.84
4001 - 5000	327	1.52	15,61,056	1.23
5001 - 10000	667	3.10	50,82,447	4.01
10001 and above	842	3.92	11,09,59,150	87.48
<b>TOTAL</b>	<b>21,509</b>	<b>100.00</b>	<b>12,68,35,164</b>	<b>100.00</b>

**xii. Dematerialisation of Shares and Liquidity**

About 99.90% of the shares have been dematerialized as on March 31, 2023. The equity shares of the Company are traded at BSE Ltd. (BSE).

**xiii. Details of Shares held by Non-Executive Directors as on March 31, 2023**

Sr. No.	Name of the Non-Executive Director	No. of Shares held
1	Mr. Kailasam Sundaram	Nil
2	Mr. Govind Subhash Samant	31,47,207
3	Mr. Andrew Mark Weeks	Nil
4	Mrs. Deepthi Donkeshwar	Nil

## **DECCAN GOLD MINES LIMITED**

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### **xiv. Outstanding GDRs / ADRs / Warrants or any Convertible Instruments, conversion date and likely impact on equity:**

On March 2, 2023 the Company had allotted 14,99,276 Compulsorily Convertible Debentures (CCDs) in connection with the acquisition of stake in Geomysore Services (India) Private Limited, India under a share swap. These CCDs are convertible within 18 months from the date of allotment and are convertible into equivalent number of equity shares. Post conversion, the paid-up capital of the Company will 12,83,34,440 equity shares of Re. 1/- each on fully diluted basis. Apart from this, the Company has not issued any GDRs / ADRs / Warrants or any Convertible instruments which were outstanding as of March 31, 2023.

### **xv. Credit Rating:**

The Company has not obtained any credit ratings for its equity shares and has no outstanding debt instruments..

### **xv. Plant locations NIL**

### **xvi. Address for Correspondence:**

For any assistance regarding dematerialization of shares, share transfers, transmissions, change of address, non-receipt of dividend or any other query relating to shares:

Link Intime India Private Limited  
C 101, 247 Park,  
LBS Marg, Vikhroli West,  
Mumbai – 400 083  
Tel : 91-22-49186000  
Fax : 91-22-49186060  
Email: [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in)

### **For general correspondence**

Deccan Gold Mines Limited,  
No. 1285, 5th Main, 7th Sector,  
HSR Layout, Bengaluru 560102  
Tel : 91-80-45384000 & Fax : 91-80-45384001  
e-mail : [info@deccangoldmines.com](mailto:info@deccangoldmines.com)

Neither the Company nor the Registrars have any undelivered equity share certificate (s) lying with them.

Disclosures with respect to demat suspense account/ unclaimed suspense account - Nil

xvii. There no loans and advances given by the Company or its subsidiary to firms/companies in which directors are interested.

## **10) NON-MANDATORY REQUIREMENTS:**

### **I. The Board**

(a) An office for the use of the Chairman is made available whenever required.

(b) At present there is no policy fixing the tenure of independent directors.

### **II. Remuneration Committee**

Particulars of constitution of Remuneration Committee and terms of reference thereof have been detailed earlier.

### **III. Shareholders' Rights**

Half yearly financial results including summary of the significant events in last six months are presently not being sent to shareholders of the Company.

**IV. Audit Qualifications**

The financial accounts of the Company are unqualified.

**V. Reporting of Internal Auditor**

The Internal Auditor reports directly to the Audit Committee

**11) OTHER DISCLOSURES:**

**Whistle Blower / Vigil Mechanism Policy**

The Company has implemented the whistle blower policy and none of the personnel of the Company have been denied access to the Audit Committee.

**Performance Evaluation:**

Details are furnished in Annexure II to the Director's Report

**Familiarization Programme for Independent Directors**

The Independent Directors are provided with all the requisite information and updates with regard to the gold exploration and mining industry and other regulatory updates from time to time particularly during Audit Committee and Board Meetings. The same can be accessed from the website of the Company and the link is as under:

**<http://deccangoldmines.com/wp-content/uploads/2018/11/Independent-Directors-Familiarisation-Programme.pdf>**

**Material Subsidiaries:**

As per the requirements of SEBI LODR Regulations, 2015, Deccan Exploration Services Private Limited is a material subsidiary.

Further, the material subsidiary has obtained a Secretarial Audit Report for the financial year ended March 31, 2023 from M/s Rathi & Associates, Company Secretaries, in terms of Regulation 24A of SEBI LODR Regulations, 2015 and forms part of this report.

**CODE OF CONDUCT DECLARATION**

Pursuant to Para D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby declare that the Company has obtained affirmative compliance with the code of conduct from all the Board members and senior management personnel of the Company.

Place: Bengaluru  
Date: September 4, 2023

**Hanuma Prasad Modali**  
Managing Director



**CERTIFICATE ON NON-DISQUALIFICATION OF DIRECTORS**

(Pursuant to regulation 34(3) and Schedule V Para C Clause 10(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,  
The Members,

**Deccan Gold Mines Limited**

501, Akruti Trade Centre, Road No. 7 MIDC,  
Andheri (East) Mumbai-400093

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Deccan Gold Mines Limited having CIN L51900MH1984PLC034662 and having registered office at 501, Akruti Trade Centre, Road No. 7 MIDC, Andheri (East) Mumbai-400093 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V- Para C-Clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2023, have been debarred or disqualified from being appointed or continuing as Directors of the Company by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory.

<b>Sr. No.</b>	<b>Name of the Director</b>	<b>DIN</b>	<b>Nature of Directorship</b>	<b>Date of Appointment in the Company</b>
1.	Mr. Kailasam Sundaram	07197319	Chairman and Non-Executive - Independent Director	08/08/2019
2.	Mr. Hanuma Prasad Modali	01817724	Executive Director - Managing Director	12/12/2017
3.	Mr. Govind Subhash Samant	07984886	Non - Executive - Non - Independent Director	12/12/2017
4.	Mr. Sundaram Subramaniam	06389138	Executive Director - Whole time Director	01/10/2021
5.	Ms. Deepthi Donkeshwar*	08712113	Non - Executive - Independent Director	09/08/2022
6.	Mr. Andrew Mark Weeks*	08962937	Non - Executive - Independent Director	09/08/2022
7.	Mr. Chinnapan Natesan **	08415969	Non - Executive - Independent Director	12/04/2019
8.	Mrs. Revathi Thiruvengadam^	01119311	Non - Executive - Independent Director	16/06/2020
9.	Mr. Binay Prakash Pandey*#	05343869	Non - Executive - Non - Independent Director	01/10/2021

\*Appointed with effect from August 9, 2022

\*\*Resigned with effect from 31st May, 2022

^Retired with effect from 15th June, 2022

#Retired with effect from September 30, 2022

## **DECCAN GOLD MINES LIMITED**

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Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **RATHI & ASSOCIATES**  
**COMPANY SECRETARIES**

Date: August 22, 2023  
Place: Mumbai

**JAYESH SHAH**  
PARTNER  
FCS. NO.: 5637  
COP NO.: 2535  
P.R. CERTIFICATE NO. 668/2020  
UDIN:F005637E000841221

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**CERTIFICATE ON COMPLIANCE OF CONDITIONS OF CORPORATE  
GOVERNANCE**

(Pursuant to Schedule V read with Regulation 34(3) of SEBI  
(Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,  
The Members,  
Deccan Gold Mines Limited  
501, Ackruti Trade Centre, Road No. 7 MIDC,  
Andheri (East) Mumbai-400093

We have examined the compliance of all the conditions of Corporate Governance by Deccan Gold Mines Limited(CIN: L51900MH1984PLC034662) (“the Company”)for the Financial Year ended March 31, 2023 having its registered office situated at 501, Ackruti Trade Centre, Road No. 7 MIDC, Andheri (East) Mumbai-400093, as stipulated in Chapter IV of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The compliance of conditions of Corporate Governance is the responsibility of the Management of the Company. Our examination has been limited to review of procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the Financial Statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us and representations made to us by the Management of the Company, we certify that the Company has complied with the conditions of Corporate Governance for the year ended March 31, 2023 as stipulated under Chapter IV of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For RATHI & ASSOCIATES  
COMPANY SECRETARIES

JAYESH SHAH  
PARTNER  
FCS. NO.: 5637  
COP NO.:2535

Date: August 22, 2023  
Place: Mumbai

P.R. CERTIFICATE NO. 668/2020  
UDIN:F005637E000841263

## **INDEPENDENT AUDITOR'S REPORT**

To,  
The Members of Deccan Gold Mines Limited

### **Report on the Audit of the IND AS Standalone Financial Statements**

#### **Opinion**

1. We have audited the accompanying standalone Ind AS financial statements of **Deccan Gold Mines Limited** (“the Company”), which comprise the Balance Sheet as at 31 March 2023, and the Statement of Profit and Loss (including other comprehensive income), the statement of Cash Flows and the statement of changes in equity for the year then ended, and notes to the financial statement including a summary of significant accounting policies and other explanatory information (herein after referred to as “**standalone Ind AS financial statements**”)
2. In our opinion and to the best of our information and according to the explanation given to us, the aforesaid Ind AS standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs of the Company as at 31 March 2023, and its Loss including comprehensive income, its cash flows and the change in equity for the year ended on that.

#### **Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.
4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. There matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

#### **Information other than the Standalone Ind AS Financial Statements and auditor's report thereon**

5. The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the standalone financial statements and our auditors' report thereon.
6. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
7. In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Management's Responsibility for the Standalone Ind AS Financial Statements**

8. 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 Ind AS financial statements, that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles

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generally accepted in India, including the Indian Accounting Standards (Ind As) specified under Section 133 of the Act, read with relevant rules issued thereunder. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; for safeguarding the assets of the Company; for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

9. 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.
10. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

#### **Auditors Responsibility for the Audit of the Standalone Ind AS Standalone Financial Statements**

11. Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.
12. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
13. 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.

14. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
15. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on Other Legal and Regulatory Requirements

16. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
17. As required by Section 143(3) of the Act, we report that:
  - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 it appears from our examination of those books.
  - c. The Standalone Ind AS Balance sheet, the standalone statement of profit and loss including other comprehensive income, the statement of cash flow and the statement of changes in equity dealt with by this report are in agreement with the books of account.
  - d. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards (Ind As) specified under Section 133 of the Act, read with relevant rule issued thereunder.
  - e. On the basis of the written representations received from the directors as on 31 March, 2023 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164(2) of the Act;
  - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company with reference to these standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
  - g. In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.
  - h. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which may impact its standalone Ind AS financial statements;
    - ii. The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
    - iii. The company does not have any amounts that pending to be transferred to the Investor Education and Protection Fund.
    - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding,

- whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
  - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11 (e), as provided under (a) and (b) above, contain any material misstatement.
  - v. No dividend has been declared or paid during the year by the Company

For **P R Agarwal & Awasthi**  
Chartered Accountants  
Firm Registration No 117940W

CA Pawan KR Agarwal  
Partner  
M No-034147  
UDIN: 23034147BGXIBG1933

Place : Mumbai  
Date : May 30, 2023

**DECCAN GOLD MINES LIMITED****ANNEXURE A TO THE IND AS STANDALONE INDEPENDENT AUDITOR'S REPORT**

The Annexure referred to in Independent Auditors' Report to the members of the Company on the Ind AS standalone financial statements for the year ended 31st March 2023, we report the following:

<b>i.</b>	<b>In respect of Property, Plant &amp; Equipment:</b>
a)	A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment
	B) The Company has maintained proper records showing full particulars of intangible assets.
b)	As explained to us, physical verification of these Property, Plant and Equipment is being conducted in a phased programme by the management designed to cover all the assets over a period of three to four years, which in our opinion is reasonable having regard to the size of the Company and the nature of assets. According to the information and explanations given to us no material discrepancies were noticed on such verification.
c)	According to the information and explanations given to us and the records examined by us the Company does not have any immovable properties under Property, plant and equipment. Accordingly, the provisions of the clause 3(l)(c) of the Order is not applicable to the Company.
d)	The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.
e)	No proceedings have been initiated during the year or are pending against the Company as at March 31st, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
<b>ii.</b>	<b>In respect of Inventories:</b>
a)	Based on our scrutiny of the company's books of accounts and other records and according to the information and explanations given to us, we are of the opinion that the company has neither purchased/ sold goods during the year nor is there any opening stocks, therefore, requirement on reporting on physical verification of stocks or maintenance of inventory records, in our opinion, does not arise.
b)	According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been sanctioned any working capital limits in excess of five crore rupees in aggregate from banks and financial institutions on the basis of security of current assets at any point of time of the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company
iii.	a) The company has made investment in its subsidiaries & associates and has not provided loans, advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties.
	b) The investments made and outstanding at the year-end are, prima facie, not prejudicial to the Company's interest.
	c) The Company has not granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(c) of the Order is not applicable to the Company.
	d) The Company has not granted loans or advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(d) of the Order is not applicable to the Company.
	e) There were no loans or advance in the nature of loan granted to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company.



	f) The Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.
iv.	In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to loans, investments and guarantees made. Hence reporting under clause (v) of the order is not applicable.
v.	According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits, hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act. Further, according to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal.
vi.	To the best of our knowledge and according to the information and explanations given to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act. in respect of the business activities carried on by the company. Accordingly, the provisions of the clause 3 (vi) of the Order is not applicable to the Company.
vii.	In respect of Statutory Dues:
	a) According to the records of the Company and the information and explanations given to us, the Company has generally been regularly depositing with the appropriate authorities undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees' State Insurance, Income tax, Sales-Tax, Service tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues applicable to it. There are no undisputed statutory dues as referred to above as at 31st March, 2023 outstanding for a period of more than six months from the date they become payable.
	b) According to the information and explanation given to us, there are no dues of Goods and Services Tax, Provident Fund, Employees' State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities outstanding on account of any dispute.
viii.	The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
ix.	a) Based on our audit procedures and according to the information and explanations given by the management, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
	b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
	c) In our opinion, term loans availed and outstanding in the books of the Company, were applied by the Company for the purposes for which the loans were obtained.
	d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the standalone financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
	e) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
	f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries.
x.	a) According to information and explanations given to us, the company has not raised moneys during the year by way of initial public offer or further public offer (including debt instruments), Accordingly, provisions of the clause 3(x)(a) of the Order is not applicable to the Company.

## DECCAN GOLD MINES LIMITED

	b) According to information and explanations given to us, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially, or optionally convertible) during the year by way requirements of section 42 and section 62 of the Companies Act, 2013. Accordingly, provisions of the clause 3(x)(b) of the Order is not applicable to the Company.
xi.	a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.
	b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
	c) According to information and explanations given to us, the company have not received any whistle blower complaints during the year (and upto the date of this report), neither any reported to auditor for consideration.
xii.	In our opinion and according to Information and explanations provided to us, the Company is not a Nidhi Company. Accordingly, provisions of the clause 3(xii) of the Order is not applicable to the Company.
xiii.	In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
xiv.	a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
	b) We have considered the internal audit reports of the Company for the period under audit.
xv.	Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with Directors. However, the company has entered into a transactions for acquisition of stake in Geomysore Services (India) Private Limited ("GMSI") through a share swap which involves issue of equity shares and Compulsorily Convertible Debentures (CCDs) by the Company where one of directors are connected. The company has entered into the transaction after obtaining prior approval of shareholders in the extra-ordinary general meeting held on December 23, 2022 under section 192 of the Companies Act.
xvi.	In our opinion, and to the best of our information and according to the explanations provided by the management, we are of the opinion that the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Accordingly, the provisions of clause 3 (xvi) (a) to (d) of the Order is not applicable to the Company.
xvii.	The Company has incurred cash losses of Rs.27,590 Thousands in the current financial year and that of Rs.26,286 Thousands in the immediately preceding financial year.
xviii.	There has been no resignation of the statutory auditors of the Company during the year.
xix.	On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

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xx.	The provision for contribution towards Corporate Social Responsibility (CSR) u/s 135, of the Companies Act are not applicable to the company, hence the provisions of clause 3 (xx) (a) to (b) of the Order is not applicable to the Company.
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For **P R Agarwal & Awasthi**  
Chartered Accountants  
Firm Registration No 117940W

CA Pawan KR Agarwal  
Partner  
M No-034147  
UDIN: 23034147BGXIBG1933

Place : Mumbai  
Date : May 30, 2023

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**ANNEXURE B TO THE STANDALONE IND AS INDEPENDENT AUDITOR'S REPORT**

**Independent Auditor's report on the Internal Financial Controls with reference to financial statements and its operative effectiveness under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

1. In conjunction with our audit of the standalone Ind AS financial statements of Deccan Gold Mines Limited ("the Company") as of and for the year ended 31st March, 2023, we have audited the internal financial controls over financial reporting (IFCoFR) of the company of as of that date.

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

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the criteria being specified by management. These responsibilities include the design, implementation and maintenance of adequate internal financial controls with reference to financial statements, that were operating effectively for ensuring the orderly and efficient conduct of the company's business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

**Auditors' Responsibility**

3. Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate IFCoFR were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. 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 IFCoFR.

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

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

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

7. Because of the inherent limitations of IFCoFR, 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 IFCoFR to future periods are subject to the risk that IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2023, based on the criteria being specified by management.

For **P R Agarwal & Awasthi**  
Chartered Accountants  
Firm Registration No 117940W

CA Pawan KR Agarwal  
Partner  
M No-034147  
UDIN: 23034147BGXIBG1933

Place : Mumbai  
Date : May 30, 2023

**DECCAN GOLD MINES LIMITED****DECCAN GOLD MINES LIMITED**

CIN: L51900MH1984PLC034662

**BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2023**

(Amount in '000)

PARTICULARS	Note	As at 31 <sup>st</sup> Mar, 2023	As at 31 <sup>st</sup> Mar, 2022
<b>ASSETS</b>			
<b>Non-current assets</b>			
a) Property, Plant & Equipment	2 A)	80	-
b) Intangible Assets	2 B)	-	-
c) Intangible Assets under development	2 C)	34,425	34,425
d) Financial Assets			
(i) Investments	3	16,04,006	4,47,022
(ii) Loans	4	-	-
		<b>16,38,511</b>	<b>4,81,447</b>
<b>Current assets</b>			
a) Financial Assets			
(i) Trade receivables	5	45,068	2,429
(ii) Cash and cash equivalents	6	6,768	697
b) Current Tax Assets	7	159	1,046
c) Other current assets	8	5,720	4,167
		<b>57,715</b>	<b>8,340</b>
<b>TOTAL ASSETS</b>		<b>16,96,227</b>	<b>4,89,787</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a) Share Capital	9	1,26,835	93,327
b) Other Equity	10	14,29,010	3,33,676
		<b>15,55,845</b>	<b>4,27,003</b>
<b>LIABILITIES</b>			
<b>1) Non-current liabilities</b>			
a) Provisions	11	2,695	2,582
		<b>2,695</b>	<b>2,582</b>
<b>2) Current liabilities</b>			
a) Financial Liabilities			
(i) Borrowings	12	61,305	34,745
(ii) Other Financial Liabilities	13	8,196	3,325
b) Other Current Liabilities	14	63,145	16,850
c) Provisions	15	5,041	5,282
		<b>1,37,686</b>	<b>60,203</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>16,96,227</b>	<b>4,89,787</b>
Significant accounting policies	1		
Notes are integral part of the balance sheet & profit & loss account			

As per our report of even date

For **P.R. Agarwal & Awasthi**Chartered Accountants  
Firm Reg No.:117940W**C.A.P.R. Agarwal**Partner  
Membership Number- 34147  
UDIN: 23034147BGXIBG1933  
Place : Mumbai  
Date : 30-05-2023

For and on behalf of Board of Directors

**Kailasam Sundaram**  
Chairman  
DIN : 07197319**K.Karunakaran**  
Chief Financial Officer  
PAN : AITPK0276FPlace : Bengaluru  
Date : 30-05-2023**Modali Hanuma Prasad**  
Managing Director  
DIN: 01817724**S.Subramaniam**  
Company Secretary  
DIN: 06389138

## DECCAN GOLD MINES LIMITED

CIN: L51900MH1984PLC034662

## STATEMENT OF PROFIT AND LOSS FOR THE ENDED 31ST MARCH, 2023

Particulars	Note No.	2022-23	2021-22
(Amount in '000)			
<b>INCOME :</b>			
Revenue From Operation	16	3,254	7,348
Other Income	17	171	302
<b>Total Revenue</b>		<b>3,425</b>	<b>7,650</b>
<b>EXPENDITURE :</b>			
Employee Benefits Expenses	18	12,348	19,042
Finance Costs	19	5,760	2,980
Depreciation and Amortization Expenses	20	13	72
Other expenses	21	12,908	11,915
<b>Total Expenditures</b>		<b>31,028</b>	<b>34,008</b>
<b>Profit before exceptional and extraordinary items and tax</b>		<b>(27,603)</b>	<b>(26,358)</b>
Exceptional items		-	-
<b>Profit before extraordinary items and tax</b>		<b>(27,603)</b>	<b>(26,358)</b>
<b>Extraordinary Items :</b>			
Prior year adjustments		-	-
<b>Profit before tax</b>		<b>(27,603)</b>	<b>(26,358)</b>
<b>Tax expenses :</b>			
Current tax (Wealth Tax)		-	-
Current Tax		-	-
Deferred tax		-	-
Short/(Excess) Provision of Tax		765	-
Mat Credit Entitlement		-	-
<b>Profit (Loss) for the period from continuing operations</b>		<b>(28,369)</b>	<b>(26,358)</b>
Profit/(Loss) from discontinuing operations		-	-
Tax expenses of discontinuing operations		-	-
<b>Profit/(Loss) from discontinuing operations (after tax)</b>		<b>-</b>	<b>-</b>
<b>Profit (Loss) for the year</b>		<b>(28,369)</b>	<b>(26,358)</b>
<b>Other Comprehensive Income</b>			
Items that will not be reclassified to profit or loss:			
Defined benefit plan actuarial gains (loss)		227	128
<b>Total Comprehensive Income of the year</b>		<b>(28,141)</b>	<b>(26,229)</b>
Earnings per equity share: Basic (in Rs.)		(0.29)	(0.28)
Earnings per equity share: Diluted (in Rs.)		(0.29)	(0.28)
Significant accounting policies	1		
Notes are integral part of the Balance Sheet and Profit & Loss Account			

As per our report of even date  
For **P.R. Agarwal & Awasthi**  
Chartered Accountants  
Firm Reg No.:117940W

For and on behalf of Board of Directors

**Kailasam Sundaram**  
Chairman  
DIN : 07197319

**Modali Hanuma Prasad**  
Managing Director  
DIN: 01817724

**C.A.P.R. Agarwal**  
Partner  
Membership Number- 34147  
UDIN: 23034147BGXIBG1933  
Place : Mumbai  
Date : 30-05-2023

**K.Karunakaran**  
Chief Financial Officer  
PAN : AITPK0276F

**S.Subramaniam**  
Company Secretary  
DIN: 06389138

Place : Bengaluru  
Date : 30-05-2023

**DECCAN GOLD MINES LIMITED****DECCAN GOLD MINES LIMITED****Cash Flow Statement For the ended 31st March, 2023**

(₹ in '000)

<b>PARTICULARS</b>	<b>As at 31<sup>st</sup> Mar, 2023</b>	<b>As at 31<sup>st</sup> Mar, 2022</b>
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit / (Loss) before Tax and after Extraordinary items	(27,603)	(26,358)
<b>Adjustment For :</b>		
Depreciation	13	72
Provisions for gratuity	512	3,013
Interest & Finance charges	5,760	2,980
Interest received	(171)	(7)
Profit on sale of Fixed Assets	-	(50)
<b>Operative Profit before Working Capital Changes</b>	<b>(21,490)</b>	<b>(20,350)</b>
<b>Adjustment For :</b>		
Trade Receivables	(42,639)	(2,429)
Other Receivables, Loans & Advances	(1,553)	464
Trade & Other payable	50,753	25,412
<b>Cash Generation from Operations</b>	<b>(14,929)</b>	<b>3,096</b>
Direct Taxes	122	(28)
<b>Net Cash Flow from operating activities</b>	<b>(14,807)</b>	<b>3,068</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets and Advances	(93)	1,250
Increase in Intangible Assets under development	-	(1,749)
Purchase/Sale of Investment (Net)	-	50
Increase in Share capital	33,508	-
Increase in Share premium	10,73,925	-
Increase in Convertible debentures	49,551	-
Interest Received	171	7
<b>Net Cash used in investing activities</b>	<b>11,57,061</b>	<b>(442)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Share Issues	(11,56,983)	(5,076)
Proceeds from Borrowings	26,560	-
Investment In Equity (advance against equity)	-	3,483
Finance charges & Others	(5,760)	(2,980)
<b>Net Cash used in financing activities</b>	<b>(11,36,183)</b>	<b>(4,573)</b>
<b>D. Net Change In Cash And Cash Equivalents (A+B+C)</b>	<b>6,071</b>	<b>(1,947)</b>
Cash and Cash Equivalents (Opening)	697	2,644
Cash and Cash Equivalents (Closing)	<b>6,768</b>	<b>697</b>

As per our report of even date  
For **P.R. Agarwal & Awasthi**  
Chartered Accountants  
Firm Reg No.:117940W

For and on behalf of Board of Directors

**Kailasam Sundaram**  
Chairman  
DIN : 07197319

**Modali Hanuma Prasad**  
Managing Director  
DIN: 01817724

**C.A.P.R. Agarwal**  
Partner  
Membership Number- 34147  
UDIN: 23034147BGXIBG1933  
Place : Mumbai  
Date : 30-05-2023

**K.Karunakaran**  
Chief Financial Officer  
PAN : AITPK0276F  
Place : Bengaluru  
Date : 30-05-2023

**S.Subramaniam**  
Company Secretary  
DIN: 06389138



**DECCAN GOLD MINES LIMITED**

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2023**

**A. Equity share capital**

	Number	Amount ('000)
<b>Balance as at 1 April 2021</b>	<b>9,33,27,375</b>	<b>93,327</b>
Changes in equity share capital during 2021-22	-	-
<b>Balance as at 31 March 2022</b>	<b>9,33,27,375</b>	<b>93,327</b>
Balance as at 1 April 2022	9,33,27,375	93,327
Changes in equity share capital during 2022-23	3,35,07,789	33,508
<b>Balance as at 31 March 2023</b>	<b>12,68,35,164</b>	<b>1,26,835</b>

The Company has allotted 3,35,07,789 (Three Crore Thirty-Five Lakh Seven Thousand Seven Hundred and Eighty-Nine) Fully Paid-Up Equity Shares having face value of Re. 1/- (Rupee One only) at an issue price of Rs. 33.05/- per share, on a preferential basis pursuant to a share swap for acquisition of 6,89,521 Equity Shares in Geomysore Services (India) Private Limited aggregating to Rs. 1,10,74,32,426/- (Rupees One Hundred and Ten Crores, Seventy-Four Lakhs, Thirty-Two Thousand, Four Hundred and Twenty Six) to the allottees

**B. Other equity**

(Rs. In '000)

	Instrument Classified as Equity in nature Compulsorily convertible debentures	Reserves and surplus			Employee Stock Option Outstanding	Total other Equity
		Securities premium	Retained earnings	Capital Reserves		
<b>Balance as at 1 April 2021</b>	-	<b>7,37,095</b>	<b>(3,93,916)</b>	<b>16,726</b>	-	<b>3,59,905</b>
Received Further	-	-	-	-	-	-
Further Granted	-	-	-	-	-	-
Shares Issued	-	-	-	-	-	-
Profit for the year	-	-	(26,358)	-	-	(26,358)
Other comprehensive income	-	-	128	-	-	128
Total comprehensive income for the year	-	-	(26,229)	-	-	(26,229)
<b>Balance as at 31st Mar, 2022</b>	-	<b>7,37,095</b>	<b>(4,20,145)</b>	<b>16,726</b>	-	<b>3,33,676</b>
<b>Balance as at 1 April 2022</b>	-	<b>7,37,095</b>	<b>(4,20,145)</b>	<b>16,726</b>	-	<b>3,33,676</b>
Received Further	-	-	-	-	-	-
Further Granted	-	-	-	-	-	-
Issued During the year	49,551	10,73,925	-	-	-	11,23,476
Profit for the year	-	-	(28,369)	-	-	(28,369)
Other comprehensive income	-	-	227	-	-	227
Total comprehensive income for the year	49,551	10,73,925	(28,141)	-	-	10,95,334
<b>Balance as at 31st March, 2023</b>	<b>49,551</b>	<b>18,11,020</b>	<b>(4,48,287)</b>	<b>16,726</b>	-	<b>14,29,010</b>

As per our report of even date  
For **P.R. Agarwal & Awasthi**  
Chartered Accountants  
Firm Reg No.:117940W

For and on behalf of Board of Directors

**Kailasam Sundaram**  
Chairman  
DIN : 07197319

**Modali Hanuma Prasad**  
Managing Director  
DIN: 01817724

**C.A.P.R. Agarwal**  
Partner  
Membership Number- 34147  
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Place : Mumbai  
Date : 30-05-2023

**K.Karunakaran**  
Chief Financial Officer  
PAN : AITPK0276F

**S.Subramaniam**  
Company Secretary  
DIN: 06389138

Place : Bengaluru  
Date : 30-05-2023

# DECCAN GOLD MINES LIMITED

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## DECCAN GOLD MINES LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

#### Note-1: SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED 31.03.2023.

##### A. Basis of preparation of financial Statements

The standalone Ind AS financial statements of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis, the provisions of the Companies Act, 2013 (to the extent notified) and guideline issued by Securities and Exchange Board of India (SEBI). The Ind AS are prescribed under section 133 of the Act read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment rules, 2016.

The accounting policies adopted in the preparation of standalone Ind AS financial statement are consistent with those of previous year.

##### B. Use Of Estimates

The standalone Ind AS financial statements of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis, the provisions of the Companies Act, 2013 (to the extent notified) and guideline issued by Securities and Exchange Board of India (SEBI). The Ind AS are prescribed under section 133 of the Act read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment rules, 2016.

The accounting policies adopted in the preparation of standalone Ind AS financial statement are consistent with those of previous year. .

##### C. Revenue Recognition

Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- i. Exploration Income is recognized when services are rendered.
- ii. Interest Income is recognized on accrual basis.
- iii. Dividend Income is accounted on accrual basis when the right to receive the dividend is established.
- iv. Consultancy Income is recognized as and when services are rendered.

##### D. Property, plant and equipment:

Fixed assets are stated at cost of acquisition less accumulated depreciation if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready to use, as intended by management. The company depreciates property, plant and equipment over their estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Vehicles	08 years
Computer	03 years
Furniture	10 years
Office Equipment	10 years
Plant & Equipment	10 years
Software	03 years

Notes to Standalone financial statements for the year ended 31st March 2023 Depreciation methods, useful lives and residual value are reviewed periodically, including at each financial year end.

“Based on technical evaluation, the management believes that the useful lives as given above best represent the period over which management expects to use the assets. Hence the useful lives for these assets are different from the useful lives as prescribed under Part C of Schedule II of the Companies Act 2013”.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under ‘Capital work – in - progress’. Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably .Repairs and maintenance costs are recognized in net profit in the Statement of Profit and Loss when incurred .The cost and related accumulated depreciation are eliminated from the financial statements

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**DECCAN GOLD MINES LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

**E. Exploration and Evaluation Assets**

Exploration and evaluation assets comprise capitalized costs which are attributable to the search for gold and related resources, pending the determination of technical feasibility and the assessment of commercial viability of an identified resource which comprises inter alia the following:

- researching and analyzing historical exploration data;
- gathering exploration data through topographical, geo chemical and geo physical studies;
- exploratory drilling, trenching and sampling;
- determining and examining the volume and grade of the resource;
- surveying transportation and infrastructure requirements;
- Conducting market and finance studies.

The above includes employee remuneration, cost of materials and fuel used, payments to contractors etc. As the intangible component represents an insignificant/indistinguishable portion of the overall expected tangible costs to be incurred and recouped from future exploitation, these costs along with other capitalized exploration costs are recorded as exploration and evaluation asset.

Exploration and evaluation costs are capitalized on a project by project basis pending determination of technical feasibility and commercial viability of the project and disclosed as a separate line item under non-current assets. They are subsequently measured at cost less accumulated impairment/provision. Once proved reserves are determined, exploration and evaluation assets are transferred to "Development" under capital work in progress. However, if proved reserves are not determined, the exploration and evaluation asset is derecognized.

**F. Development Expenditure**

When proved reserves are determined, capitalized exploration and evaluation cost is recognized as assets under construction and disclosed as a component of capital work in progress under the head "Development". All subsequent development expenditure is also capitalized.

**G. Intangible assets:**

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over the irrespective individual estimated useful lives on a straight – line basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition, and other economic factors (such as the stability of the industry, and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the asset. Amortization methods and useful lives are reviewed periodically including at each financial year end.

**H. Impairment of Assets**

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the profit & loss account as and when an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

**I. Investments**

1. Financial instruments
  - I. Financial assets
  - II. Initial recognition and measurement

All financial assets and liabilities are initially recognized at fair value. Transaction cost that are directly attributable to the acquisition or issue of financial assets and financial liabilities which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Purchase and sale of financial assets are recognized using trade date accounting.

**2. Subsequent measurement****a. Financial assets carried at amortised costs: (AC)**

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

# DECCAN GOLD MINES LIMITED

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## DECCAN GOLD MINES LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

#### **b. Financial assets at fair value through other comprehensive income: (FVTOCI)**

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

#### **c. Financial assets at fair value through profit and loss (FVTPL)**

Financial assets which are not classified in any of the above categories are subsequently fair valued through profit or loss.

### **3. Equity instruments**

All equity investments are measured at fair value, with value changes recognised in the statement of profit and loss, except for those equity investments for which the company has elected to present the value changes in 'other comprehensive income'.

### **4. Investment in Subsidiaries and Associates and Joint Venture :**

The company has accounted for its investments in Subsidiaries and Associates and Joint Venture at cost and at amortised cost.

### **J. Foreign Currency**

Functional Currency

The functional currency of the company is the Indian Rupee. The financial statements are presented in Indian Rupees (Rounded off to Thousands).

### **Transactions and translations**

Foreign-currency denominated monetary assets and liabilities are translated into the relevant functional currency at exchange rates in effect at the balance sheet date. The gains or losses resulting from such translations are included in net profit in the Statement of Profit and Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of the transaction.

Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled. Revenue, expense and cashflow items denominated in foreign currencies are translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction.

### **K. Employee Benefits**

- a. Short Term Employee Benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.
- b. Post employment benefits are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services. The defined benefit obligation is provided for on the basis of an actuarial valuation on projected unit cost method.
- c. Long Term employee benefits are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services.

### **L. Taxation**

- a. Provision for current tax is made with reference to taxable income computed for the accounting period, for which the financial statements are prepared by applying the tax rates as applicable.
- b. The Company has carried forward losses under Tax Laws. In absence of virtual certainty of sufficient future taxable income, deferred tax asset has not been recognized by way of prudence in accordance with Indian Accounting Standard 12 "Income Taxes" issued by The Institute of Chartered Accountants of India.

### **M. Borrowing Cost:**

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

**DECCAN GOLD MINES LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

**N. Provisions, Contingent Liabilities and Contingent Assets:**

Provisions involving substantial degree of estimation in measurement are recognised 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 recognised but are disclosed in the notes to the accounts. Contingent Assets are neither recognised nor disclosed in the financial statements.

**O. Segmental Reporting:**

The Company is mainly engaged in the business of gold exploration and mining. Considering the nature of business and financial reporting of the Company, the Company has only one segment viz; Gold Mining & Exploration.

# DECCAN GOLD MINES LIMITED

## DECCAN GOLD MINES LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

#### NOTE - 2 : A) PROPERTY, PLANT AND EQUIPMENT

Details of the property, plant and equipment and their carrying amounts are as follows:

(Rs in '000)

Particulars	Plant & Equipment	Furniture & Fixtures	Vehicles	Office Equipment	Computer	TOTAL
<b>Balance as at 1 April 2022</b>	<b>1,161</b>	<b>563</b>	<b>0</b>	<b>554</b>	<b>274</b>	<b>2,552</b>
Additions	-	-	-	-	93	93
Acquisition through business combination	-	-	-	-	-	-
Held for sale or included in disposal group	-	-	-	-	-	-
Net exchange differences	-	-	-	-	-	-
<b>Balance as at 31st Mar, 2023</b>	<b>1,161</b>	<b>563</b>	<b>(0)</b>	<b>554</b>	<b>367</b>	<b>2,645</b>
<b>Depreciation and impairment</b>						
Balance as at 1 April 2022	1,161	563	(0)	554	274	2,552
Net exchange differences	-	-	-	-	-	-
Held for sale or included in disposal group	-	-	-	-	-	-
Depreciation	-	-	-	-	13	13
<b>Balance as at 31st Mar, 2023</b>	<b>1,161</b>	<b>563</b>	<b>(0)</b>	<b>554</b>	<b>287</b>	<b>2,565</b>
<b>Carrying amount as at 31st Mar, 2023</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>(0)</b>	<b>81</b>	<b>80</b>

Particulars	Plant & Equipment	Furniture & Fixtures	Vehicles	Office Equipment	Computer	TOTAL
<b>Gross carrying amount</b>						
<b>Balance as at 1 April 2021</b>	<b>1,161</b>	<b>563</b>	<b>502</b>	<b>554</b>	<b>274</b>	<b>3,054</b>
Additions	-	-	-	-	-	-
Acquisition through business combination	-	-	-	-	-	-
Held for sale or included in disposal group	-	-	502	-	-	502
Net exchange differences	-	-	-	-	-	-
<b>Balance as at 31st Mar 2022</b>	<b>1,161</b>	<b>563</b>	<b>(0)</b>	<b>554</b>	<b>274</b>	<b>2,552</b>
<b>Depreciation and impairment</b>						
<b>Balance as at 1 April 2021</b>	<b>1,103</b>	<b>563</b>	<b>502</b>	<b>544</b>	<b>274</b>	<b>2,986</b>
Net exchange differences	-	-	-	-	-	-
Held for sale or included in disposal group	-	-	502	-	-	502
Depreciation	58	-	-	10	-	68
<b>Balance as at 31st Mar, 2022</b>	<b>1,161</b>	<b>563</b>	<b>(0)</b>	<b>554</b>	<b>274</b>	<b>2,552</b>
<b>Carrying amount as at 31st Mar, 2022</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

#### Note - 2 : B) Intangible Assets

Details of the Intangible Assets and their carrying amounts are as follows:

	Computer Software
Gross carrying amount	
<b>Balance as at 1 April 2022</b>	409
Additions	-
Acquisition through business combination	-
Disposals	-
Revaluation increase	-
Net exchange differences	-
<b>Balance as at 31 March 2023</b>	<b>409</b>

## DECCAN GOLD MINES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

(Rs in '000)

<b>Depreciation and impairment</b>	
Balance as at 1 April 2022	409
Disposal	-
Net exchange differences	-
Depreciation	-
<b>Balance as at 31 March 2023</b>	<b>409</b>
<b>Carrying amount as at 31 March 2023</b>	<b>-</b>

Gross carrying amount	
<b>Balance as at 1 April 2021</b>	<b>409</b>
Additions	-
Acquisition through business combination	-
Held for sale or included in disposal group	-
Net exchange differences	-
<b>Balance as at 31 March 2022</b>	<b>409</b>

<b>Depreciation and impairment</b>	
Balance as at 1 April 2021	405
Net exchange differences	-
Held for sale or included in disposal group	-
Depreciation	4
<b>Balance as at 31 March 2022</b>	<b>409</b>
<b>Carrying amount as at 31 March 2022</b>	<b>-</b>

**Note - 2 : C) Intangible Assets under Development**

Details of the Intangible Assets under development and their carrying amounts are as follows:

<b>Gross carrying amount</b>	<b>Exploration and Evaluation Assets</b>
Balance as at 1 April 2021	32,675
Additions	1,749
Balance as at 31 March 2022	<b>34,425</b>
<b>Carrying amount as at 31 March 2022</b>	<b>34,425</b>
<b>Gross carrying amount</b>	
Balance as at 1 April 2022	34,425
Additions	-
Balance as at 31 March 2023	<b>34,425</b>
<b>Carrying amount as at 31 March 2023</b>	<b>34,425</b>

**Intangible assets under development (ITAUD)****Ageing Schedule as at 31-03-2023**

ITAUD	Amount in ITAUD for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	-	1,749	4,661	28,015	34,425
Projects temporarily suspended	-	-	-	-	-

**Ageing Schedule as at 31-03-2022**

ITAUD	Amount in ITAUD for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	1,749	4,661	7,386	20,629	34,425
Projects temporarily suspended	-	-	-	-	-

# DECCAN GOLD MINES LIMITED

## DECCAN GOLD MINES LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

(Rs in '000)

### (b) Completion Schedule

#### Ageing Schedule as at 31-03-2023

ITAUD	To be Completed in				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

#### Ageing Schedule as at 31-03-2022

ITAUD	To be Completed in				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

As at 31st Mar, 2023    As at 31st Mar, 2022

### Note - 3 : Non-current investments

#### Investment in Equity instruments :

In Subsidiaries

1. Unquoted : (Fully paid up) Equity Shares of Rs. 10/- each of Deccan Exploration Services Pvt.Ltd.	4,41,467	4,41,467
2. Unquoted : 11700 Equity Shares of @TZ Shilling 15000/- each of Deccan Gold (TZ) Private Limited	5,556	5,556

In Associates :

3. Unquoted : 7,20,373 Geomysore Services (India) Private Limited ("GMSI") Equity Shares of Re.1/- each *	11,56,983	-
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<b>Total</b>	<b>16,04,006</b>	<b>4,47,022</b>
--------------	------------------	-----------------

\*In Lieu of acquisition of 6,89,521 equity shares in GMSI @ 1606.09 through swap of DGML Equity shares of 3,35,07,789 with a Face Value of Re. 1/- at premium of Rs. 32.05 per share accounted and balance of 30,852 equity shares of GMSI through swap of DGML 14,99,276 CCD with a Face Value of Re. 1/- at premium of Rs. 32.05 per share.

Aggregate Value of Quoted Investment	-	-
Market Value of Quoted Investment	-	-
Aggregate Value of Unquoted Investment	16,04,006	4,47,022
Advance against equity:	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

### Note - 4 : Loans

#### Security Deposits

Unsecured, considered good, deposits	-	-
Loans to others	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

#### Loans and advances to Holding Company

Secured, considered good	-	-
Unsecured, considered good	-	-
Doubtful	-	-
Less: Provision for doubtful loans and advances	-	-
<b>Total</b>	<b>-</b>	<b>-</b>



**DECCAN GOLD MINES LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

As at 31-03-2023      As at 31-03-2022

**Note - 5 : Trade Receivables**

Unsecured, Considered Good

Due from Subsidiary Co.	1,902	2,429
Due from Other	43,166	-
<b>Total</b>	<b>45,068</b>	<b>2,429</b>

**Trade Receivables ageing schedule as at 31st March,2023**

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables -considered good	40,144	2,495	2,429	-	-	45,068
(i) Undisputed Trade receivables -considered doubtful	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-

**Trade Receivables ageing schedule as at 31st March,2022**

Particulars	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables -considered good	912	1,517	-	-	-	2,429
(i) Undisputed Trade receivables -considered doubtful	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-

**Note - 6 : Cash and cash equivalents**

**a. Balances with banks**

i. Balance with Banks	1,267	695
ii. Bank deposits with more than 12 months maturity	-	-
iii. Bank deposits not having maturity more than 12 months	5,500	-

**b. Cash on hand**

	1	2
--	---	---

<b>Total</b>	<b>6,768</b>	<b>697</b>
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Earmarked Balance with banks for unclaimed dividend  
Balance with banks to the extent held as margin money

**Note - 7 : Current Tax Assets**

Advance Taxes & TDS	159	1,046
<b>Total</b>	<b>159</b>	<b>1,046</b>

# DECCAN GOLD MINES LIMITED

## DECCAN GOLD MINES LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

	31st March, 2023	31st March, 2022
<b>Note - 8 : Other current assets</b>		
<i>(Unsecured, Considered Good)</i>		
Security Deposits	767	767
Advances other than Capital Advances		
-To Related Parties	-	-
-To Others	1,114	153
Balance with Government authorities:		
-Other than Income Tax	3,462	2,468
Prepaid Expenses	365	430
Interest Receivable	12	-
Invoice yet to be bill	-	350
<b>Total</b>	<b>5,720</b>	<b>4,167</b>

### Note : 9 Share Capital

(Rs in '000)

	Equity Share		Preference Shares	
	Number	Amount	Number	Amount
<b>A. Authorised Share Capital</b>				
Total shares authorised as at 1 April 2021	25,00,00,000	2,50,000	-	-
Increase/(decrease) during the year	-	-	-	-
<b>Total authorised share capital as at 31st Mar, 2022</b>	<b>25,00,00,000</b>	<b>2,50,000</b>	-	-
Total shares authorised as at 1 April 2022	25,00,00,000	2,50,000	-	-
Increase/(decrease) during the year	-	-	-	-
<b>Total authorised share capital as at 31st Mar, 2023</b>	<b>25,00,00,000</b>	<b>2,50,000</b>	-	-

### Terms/rights attached to equity shares

The company has only one class of equity shares having par value of INR 1 per share.

	Equity Share		Preference Shares	
	Number	Amount	Number	Amount
<b>B. Issued, Subscribed &amp; fully Paid Up</b>				
Balance as at 1 April 2021	9,33,27,375	93,327	-	-
Changes during the period	-	-	-	-
<b>Shares issued and fully paid as at 31st March, 2022</b>	<b>9,33,27,375</b>	<b>93,327</b>	-	-
Balance as at 1 April 2022	9,33,27,375	93,327	-	-
Changes during the period	3,35,07,789	33,508	-	-
<b>Shares issued and fully paid as at 31st Mar, 2023</b>	<b>12,68,35,164</b>	<b>1,26,835</b>	-	-

C. Shares held by holding/ultimate holding company including shares held by subsidiaries or associates of the holding company/ultimate holding company

As at 31st Mar 2023	As at 31st Mar, 2022
-	-

### D. Share held by promoters

Name of Promoter	As at 31st Mar 2023		As at 31st Mar, 2022		Change in Holding
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	
Rama Mines Limited	2,41,61,450	19.05%	2,41,61,450	25.89%	-6.84%
Australian Indian Resources Ltd	1,45,78,729	11.49%	-	0.00%	11.49%
<b>Total</b>	<b>3,87,40,179</b>	<b>30.54%</b>	<b>2,41,61,450</b>	<b>25.89%</b>	<b>4.65%</b>

**DECCAN GOLD MINES LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

**E. Details of shareholders holding more than 5% shares in the company**

(Rs '000)

Name of the shareholder	31st Mar 2023		31st Mar, 2022	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Rama Mines Limited	2,41,61,450	19.05%	2,41,61,450	25.89%
Australian Indian Resources Ltd	1,45,78,729	11.49%	-	0.00%

**F Disclosure pursuant to Schedule III to the Companies Act, 2013  
(Following disclosure should be made for each class of Shares)**

Particulars	Year (Aggregate No. of Shares)				
	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018
Equity Shares :	-	-	-	-	-
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-

During the year the company issue of 3,35,07,789 Equity Shares of Re. 1/- each at a price of Rs. 33.05/- to promoter and non-promoter on a preferential basis pursuant to share swap (refer note no 9 (B)).

**Note 10 - Other Equity:**

**As at 31st Mar 2023**

**As at 31st Mar 2022**

Instrument Classified as Equity in nature (Refer Note 10.1)

**Compulsorily convertible debentures**

Opening Balance		
(+)/(-) : Issued During the year under Swap Option	49,551	-
<b>Closing Balance</b>	<b>49,551</b>	<b>-</b>

**Capital Reserves**

Opening Balance	16,726	16,726
(+)/(-) Transfer	-	-
<b>Closing Balance</b>	<b>16,726</b>	<b>16,726</b>

**Securities Premium Account**

Opening Balance	7,37,095	7,37,095
(+)/(-) : Equity Shares Issued During the year under Swap Option	10,73,925	-
<b>Closing Balance</b>	<b>18,11,020</b>	<b>7,37,095</b>

**Retained Earnings**

Opening balance	(4,20,145)	(3,93,916)
(+) Net Profit / (Net Loss) for the current year	(28,369)	(26,358)
Defined benefit plan actuarial gains/loss	227	128
Closing Balance	(4,48,287)	(4,20,145)
<b>Total</b>	<b>14,29,010</b>	<b>3,33,676</b>

## DECCAN GOLD MINES LIMITED

### DECCAN GOLD MINES LIMITED

#### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

##### Note - 10.1 :

A) 14,99,276 fully paid-up Compulsorily Convertible Debentures of face value of Re. 1/- each at a price of Rs. 33.05 issued by way of preferential issue for consideration other than cash, being the acquisition of 30,852 fully paid-up equity shares in Geomysore Services (India) Private Limited ("GMSI") representing 1.90% of the present capital of GMSI (for an aggregate consideration of Rs. 4,95,51,072, being discharged by way of issue of the Subscription CCD).

##### B) The Allottee and the Subscription CCD to be issued and allotted to them is as under:

Name of the Allottee	No. of equity shares held in GMSI	No. of Subscription CCD to be allotted by DGML
Australian Indian Resources Limited	30,852	14,99,276

##### C) The CCD shall :-

- not carry any dividend;
- each Subscription CCD be converted into one equity share of the Company;
- CCD shall be convertible into equity shares at any time not later than 18 months from the date of allotment of such CCD;
- The CCD by themselves do not give to the holder thereof any rights of equity shareholder of the Company; and
- The number of Equity Shares that each CCD converts into and the price per Equity Share upon conversion of each CCD shall be appropriately adjusted for corporate actions such as bonus issue, rights issue, stock, split, merger, demerger, transfer of undertaking, sale of a business division or any such capital or corporate restructuring;

(Rs '000)

	As at 31 March 2023	As at 31 March 2022
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##### Note - 11 : Provisions (Non-Current)

###### For Employee Benefits:

Gratuity	2,695	2,582
<b>Total</b>	<b>2,695</b>	<b>2,582</b>

##### Note- 12: Borrowing

Unsecured Loan, Repayable on Demand		
From Body Corporate	30,000	-
From Subsidiary	31,305	33,855
From Directors	-	890
<b>Total</b>	<b>61,305</b>	<b>34,745</b>

##### Note - 13 : Other Financial Liabilities

Outstanding Expenses	8,196	3,325
<b>Total</b>	<b>8,196</b>	<b>3,325</b>

##### Note - 14 : Other Current Liabilities

Statutory dues	43,617	2,098
Outstanding Expenses	1,833	2,815
Payable to Employees	17,695	11,936
<b>Total</b>	<b>63,145</b>	<b>16,850</b>

##### Note - 15 : Provisions

Provision for employee benefits :		
Gratuity	5,041	5,282
<b>Total</b>	<b>5,041</b>	<b>5,282</b>

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(Rs '000)

	<b>2022-23</b>	<b>2021-22</b>
<b>Note - 16 : Revenue from operations</b>		
Exploration Contract Income	3,254	7,348
<b>Total</b>	<b>3,254</b>	<b>7,348</b>
<b>Note - 17 : Other income</b>		
Interest Income	163	-
Other Income (Interest on IT refund)	8	7
Exploration Contract Income	-	-
Reimbursement of Valuation Expenses	-	245
Profit on sale of assets	-	50
<b>Total</b>	<b>171</b>	<b>302</b>
<b>Note - 18 : Employee benefit expenses</b>		
Salaries & wages	11,525	15,647
Contributions to Gratuity	512	3,013
Staff welfare expenses	311	382
<b>Total</b>	<b>12,348</b>	<b>19,042</b>
<b>Note - 19 : Finance costs</b>		
Interest expenses	5,412	2,953
Interest on TDS	100	12
Interest on GST	2	-
Bank Charges	245	16
<b>Total</b>	<b>5,760</b>	<b>2,980</b>
<b>Note - 20 : Depreciation &amp; Amortization Expenses</b>		
Depreciation on Tangible Assets	13	68
Depreciation on Intangible Assets	-	4
<b>Total</b>	<b>13</b>	<b>72</b>

## DECCAN GOLD MINES LIMITED

### DECCAN GOLD MINES LIMITED

#### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

(Rs in '000)

	2022-23	2021-22
<b>Note - 21 : Other expenses</b>		
Exploration contract expenses	2,438	-
Electricity Expenses	72	79
Listing Fees	1,196	535
Rent	497	672
Rates and taxes	422	247
Repair and maintenance	21	456
Director Remuneration	1,680	5,460
Advertising and business promotion	93	97
Traveling and conveyance	272	62
Traveling overseas	485	-
Communication Expenses	229	193
Legal and professional fees	3,200	2,240
Geologist Consultancy fee	910	546
Business Valuation Expenses Incurred	224	245
Office maintenance expenses	4	7
Director Sitting Fees	300	485
Auditor's remuneration	130	130
Secretarial Audit Remuneration	200	300
Membership & Subscription	500	44
Vehicle Insurance	-	7
Exchange loss/gain	28	-
Miscellaneous expenses	6	111
<b>Total</b>	<b>12,908</b>	<b>11,915</b>
<b>Payments to auditor</b>		
For Audit Fee	130	130
For Certification & Others	35	-
<b>Total</b>	<b>165</b>	<b>130</b>

**DECCAN GOLD MINES LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

(Rs in '000)

**Note - 22 : Analytical Ratios**

Ratios	Head	As on 31st March, 2023			As on 31st March, 2022			% Variance	Reason for variance
		Numerator	Denominator	Current Period	Numerator	Denominator	Previous Period		
		Rs.	Rs.		Rs.	Rs.			
Current Ratio	Current Assets / Current Liabilities	57,715	1,37,686	0.42	8,340	60,203	0.14	202.60%	The Company currently has cashflow issues. In coming years the management is optimistic that once operations commence, the situation will improve.
Debt-equity ratio	Total Debt / Shareholder's Equity	61,305	15,55,845	0.04	34,745	4,27,003	0.08	-51.58%	
Debt service coverage ratio	EBIDTA/ Total Debt Service	-22,178	66,718	-0.33	-23,333	37,698	-0.62	-46.29%	
Return on equity	Net Income available to Shareholders / Shareholder's Equity	-28,141	15,55,845	-0.02	-26,229	4,27,003	-0.06	-70.55%	
Inventory turnover ratio	Cost of Goods Sold / Avg. Inventory		-	-	-	-	-	-	Not Applicable
Trade receivables turnover ratio	Revenue from Operations / Average Account Receivables		-	-	-	-	-	-	Not Applicable
Trade payables turnover ratio	Total Purchases + Total Other Expenses / Average Account Payables		-	-	-	-	-	-	Not Applicable
Net capital turnover ratio	Revenue from Operations / Average Working Capital	-	-	-	-	-	-	-	Not Applicable
Net profit ratio	Net Profit / Total Revenue	-28,141	3,425	-8.22	-26,229	7,650	-3.43	139.66%	
Return on capital employed	Earning Before Interest & Tax / Capital Employed	-21,964	15,58,540	-0.01	-23,277	4,29,584	-0.05	-73.99%	
Return on investment	Net Income / Total Assets	-28,141	16,96,227	-0.02	-26,229	4,89,787	-0.05	-69.02%	

# DECCAN GOLD MINES LIMITED

## DECCAN GOLD MINES LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

#### Note - 23: Employee Benefits

As per Indian Accounting Standard 19 "Employee Benefits", the disclosure of Employee benefits as defined in the Indian Accounting Standard is given below:

#### Defined Benefit Plan:

##### Gratuity

#### 1) Reconciliation of opening and closing balances of Defined Benefit Obligation

(Rs. in '000)

Particulars	Gratuity	
	2022-23	2021-22
Defined Benefit Obligation at the beginning of the year	7,864	4,979
Current Service Cost	307	713
Interest Cost	204	254
Past Service Cost	-	2,046
Actuarial Gain/Loss	(227)	(128)
Benefits paid by the Company	(412)	-
<b>Defined Benefit Obligation at the end of the year</b>	<b>7,736</b>	<b>7,864</b>

#### 2) Bifurcation of liability as per schedule III

Particulars	Gratuity	
	2022-23	2021-22
Current Liability*	5,041	5,282
Non- Current Liability	2,695	2,582
<b>Net Liability (Asset)</b>	<b>7,736</b>	<b>7,864</b>

\* The current liability is calculated as expected benefits for the next 12 months

#### 3) Reconciliation of opening and closing balances of fair value of Plan Assets

Particulars	Gratuity	
	2022-23	2021-22
Fair Value of Plan Assets at the beginning of the year	-	-
Expected Return of Plan Assets	-	-
Actuarial (Gain)/Loss	-	-
Employer Contribution	-	-
Benefits Paid	-	-
Fair Value of Plan Assets at the end of the year	-	-
Actual Return of Plan Assets	-	-

The total accrued liability is Rs. 81,38,809/-. Out of which the value of discontinuance liability (if all the accrued benefits were to be settled immediately) as at the valuation date is Rs. 31,14,735/-



**DECCAN GOLD MINES LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

**(Rs in '000)**

**4) Reconciliation of Fair Value of Assets and Obligations**

Particulars	Gratuity	
	2022-23	2021-22
Fair Value of Plan Assets	-	-
Present Value of Obligation	7,736	7,864
<b>Amount recognized in Balance Sheet (Surplus/(Deficit))</b>	<b>7,736</b>	<b>7,864</b>

**5) Expenses recognized during the year**

Particulars	Gratuity	
	2022-23	2021-22
<b>In Income Statement</b>	-	-
Current Service Cost	307	713
Interest Cost	204	254
Return on Plan Assets	-	-
Past Service Cost	-	2,046
<b>Net Cost</b>	<b>511</b>	<b>3,013</b>
In Other Comprehensive Income	-	-
Actuarial Gain/Loss	(227)	(128)
<b>Net(Income)/Expense for the period Recognized in OCI</b>	<b>284</b>	<b>2,885</b>

**6) Actuarial Assumptions**

Particulars	Gratuity	
	2022-23	2021-22
Discount Rate (per annum)	7.45%	7.15%
Rate of Escalation in Salary (per annum)	6.00%	6.00%

**7) Sensitivity Analysis**

Significant Actuarial Assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and employee turnover. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The result of Sensitivity analysis is given: (Amount in Rs '000)

Particulars	As at 31st March, 2023		As at 31st March, 2022	
	Decrease	Increase	Decrease	Increase
Change in discounting rate (delta effect of +/-0.5%)	7,875	7,606	8,011	7,726
Change in rate of Salary increase (delta effect of +/-0.5%)	7,604	7,875	7,724	8,012

These plans typically expose the Company to actuarial risks such as: investment risk, interest risk, longevity risk and salary risk.

**a) Investment risk:** The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.

**b) Interest risk:** A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan debt investments.

**c) Longevity risk:** The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan

## DECCAN GOLD MINES LIMITED

### DECCAN GOLD MINES LIMITED

#### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

participants will increase the plan's liability.

**d)Salary risk:** The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

#### Note 24- Related party disclosure

a) Name of related parties and relationship

S. No.	Name of the party	Relationship
1	Deccan Exploration Services Private Limited	Wholly owned subsidiary
2	Deccan Gold Tanzania Private Limited	Subsidiary
3	Govind Subhash Samant	Director
4	Dr. Modali Hanuma Prasad	Managing Director
5	Natesan Chinnapan	Independent Director (till 31st May, 2022)
6	Kailasam Sundaram	Chairman
7	Mrs.Revathi Thiruvengadam	Independent Director (till 15th June, 2022)
8	Andrew Mark Weeks	Independent Director (w.e.f 9th August 2022)
9	Deepthi Donkeshwar	Independent Director (w.e.f 9th August 2022)
10	K. Karunakaran	Chief Financial Officer
11	S. Subramaniam	Company Secretary & Executive Director

#### b) Transactions with related parties:-

(Rs in '000)

	2022-23	2021-22
<b>Reimbursement of Exploration Expenses Received from Subsidiary (Excluding Taxes)</b>		
a) Deccan Exploration Services Private Limited	354	7,243
<b>Investment in Shares of Subsidiary</b>		
a) Deccan Gold Tanzania Private Limited	-	5,556
<b>Advance Against equity to Subsidiary</b>		
a) Deccan Gold Tanzania Private Limited	-	-
<b>Advances received back from Subsidiary(Loan)</b>		
a) Deccan Exploration Services Private Limited	-	33,855
<b>Managerial Remuneration paid to director</b>		
a) Sandeep Lakhwara	-	4,200
b) Modali Hanuma Prasad	1,680	1,260
<b>Remuneration paid to CFO</b>		
a) K Karunakaran	3,270	3,260
<b>Remuneration paid to CS</b>		
a) S Subramaniam	4,800	4,395
<b>Directors Sitting Fees &amp; Audit Committee fees</b>		
a) Kailasam Sundaram	140	145
b) Natesan Chinnapan	25	145
c) Revathi Thiruvengadam	20	100
d) Modali Hanuma Prasad	-	95
e) Deepthi Donkeshwar	115	-

**DECCAN GOLD MINES LIMITED**

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

	2022-23	2021-22
<b>Balances outstanding with related parties</b>		
a) Deccan Exploration Services Pvt Ltd	35,399	36,284
b) Sandeep Lakhwara	-	1,692
c) Modali Hanuma Prasad	2,553	1,209
d) Kailasam Sundaram	-	67.5
e) Natesan Chinnapan	-	67.5
f) Revathi Thiruvengadam	-	54
g) K Karunakaran	3,746	1,916
h) S. Subramaniam	4,789	2,516

**Note 25- Expenditure and Earnings in Foreign Currency:**

**Earnings:**

Sr. No.	Nature	2022- 2023	2021- 2022
1.	Exports	NIL	NIL
2.	Professional Consultancy Income	3,254	NIL
	<b>Total</b>	<b>3,254</b>	<b>-</b>

**Expenditure:**

Sr. No.	Nature	2022- 2023	2021- 2022
1	Import of Materials	-	-
2	Professional Fees	1,134	245
3	Analysis Charges	-	-
4	Travelling & Other Expenses	485	-
	<b>Total</b>	<b>1,619</b>	<b>245</b>

**Note 26- Contingent Liabilities not provided for:**

Sr. No.	Particulars	As at March 31, 2023	As at March 31, 2022
a)	Capital Commitments	NIL	NIL
b)	Claims against company not acknowledged as debts	NIL	NIL
c)	Contingent Liabilities	NIL	NIL

**Note 27:** Compliance related to number of layers prescribed under clause (87) of Section 2 of the Act is has been complied by the Company.

**Note 28:** In the opinion of the Board, the current assets, loans and advances are approximately of the value stated, if realizes in the ordinary course of business. The provisions for all known liabilities are adequate and neither in excess or short of the amount reasonably necessary.

**Note- 29 Earning Per Share**

	Particulars	As at March 31, 2023	As at March 31, 2022
a)	Net Profit available for Equity Shareholders (Rs in Thousands)	(28,142)	(26,229)
b)	Weighted Average Number of Shares for Basic EPS	9,60,81,440	9,33,27,375
c)	Basic Earnings Per Share (in Rs.)	-0.29	-0.28
d)	Weighted Average Number of Shares for Diluted EPS	9,62,04,668	9,33,27,375
e)	Diluted Earnings Per Share (in Rs.)	-0.29	-0.28

# DECCAN GOLD MINES LIMITED

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## DECCAN GOLD MINES LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

#### **Note 30: Acquiring stake in Geomysore Services (India) Private Limited (GMSI) pursuant to a share swap:**

At its meeting held on November 30, 2022 the Board had approved the proposal for acquisition of stake in Geomysore Services (India) Private Limited ("GMSI"). The Board noted that the acquisition of stake in GMSI was proposed to be achieved through a share swap which involves issue of equity shares and Compulsorily Convertible Debentures (CCDs) by the Company at the valuation / swap ratio as detailed in the joint Valuation Report dated November 30, 2022 issued by the Registered Valuer.

Subsequently, the shareholders of the Company had approved the proposal at their Extraordinary General Meeting held on December 23, 2022.

Accordingly, the Company had made an 'in-principle approval application to the Bombay Stock Exchange Limited (BSE) for issue of 3,35,07,789 equity shares at an issue price of Rs. 33.05/- per share (including a premium of Rs. 32.05/-) and 14,99,276 Compulsorily Convertible Debentures (CCDs) at an issue price of Rs. 33.05/- per CCD (including a premium of Rs. 32.05/-) to acquire 720,373 equity shares of GMSI at an issue price of Rs. 1606.09/- per share (of face value of Re.1- each). The price per share of the Company and GMSI and the swap ratio were arrived at based on the Valuation Report noted above.

The BSE accorded its 'in-principle' approval on February 21, 2023 and the Company completed the allotment of equity shares and CCDs towards acquisition of 720,373 equity shares of GMSI as noted above.

During September, 2022 the Company withdrew the Composite Scheme of Arrangement that it had filed with the Bombay Stock Exchange Limited, Mumbai (BSE) on October 20, 2021 due to the delay in the processing of the Application coupled with the substantial change in the shareholding pattern of GMSI since the filing of the Scheme with BSE.

By way of background, GMSI is a multi-metal exploration company based in Bangalore, India and has got a portfolio of mineral prospects which include mineral concession applications over the Kolar Gold Belt and the key Jonnagiri Gold Project in Andhra Pradesh over which it holds a granted and executed Mining Lease (ML).

#### **Note 31: Fair Value measurement**

Financial Instrument by category and hierarchy

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

1. Fair value of cash and short-term deposits, trade and other short-term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short term maturities of these instruments.
2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

The fair values for loans, security deposits and investment in preference shares were calculated based on cash flows discounted using a current lending rate. They are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counter party credit risk.

The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs, including own credit risk.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

#### **Note 32: Financial Risk Management**

Financial risk management objectives and policies

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board.

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**DECCAN GOLD MINES LIMITED****NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowings.

The Company manages market risk through the managing board, which evaluates and exercises independent control over the entire process of market risk management. The managing board recommend risk management objectives and policies, which are approved by Senior Management.

**Market Risk- Interest rate risk**

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

**Note 33: Capital risk management****(a) Risk Management**

The Company aim to manage its capital efficiently so as to safeguard its ability to continue as a going concern and to optimise returns to our shareholders.

The capital structure of the Company is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditors and market confidence and to sustain future development and growth of its business. The Company will take appropriate steps in order to maintain, or if necessary, adjust, its capital structure.

**Note 34:** As the company doesn't own any immovable properties the disclosure regarding the title deeds not held in the name of the company, Valuation and revaluation of assets and others disclosure which are need to be reported under Revised Schedule III, as amended by the Companies Act, 2013 are not applicable.

**Note 35:** The Company has not been declared as wilful defaulter by Banks/Financial Institution/Other Lender.

**Note 36: Details of pending charge creation / satisfaction registration with ROC**

The company has no such charges which are pending for creation.

**Note 37:** The company has not taken any facilities from banks/financial institutions against current assets hence disclosure regarding review and reporting of filings and submission of Quarterly returns or statements with banks/financial institutions are in agreement with books of accounts are not available.

**Note 38: Crypto Currency / Virtual Currency**

The company hadn't done any transaction in Crypto or Virtual currency.

**Note 39: Utilization of borrowed funds and share premium**

- A) The company has not granted/advance/invested funds in any entities or to any other person including foreign entities during the year with the understanding that the
- a) Intermediary shall directly or indirectly lend or invest in any manner whatsoever by or on behalf of the company (Ultimate beneficiaries).
  - b) Provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
- B) The company has not received any funds during the year from any person's/entities including foreign entities with the understanding that the company shall
- a) Directly or indirectly lend or invest in any manner whatsoever by or on behalf of the funding entity (Ultimate beneficiaries).
  - b) Provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

# DECCAN GOLD MINES LIMITED

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## DECCAN GOLD MINES LIMITED

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

**Note 40:** The company had didn't entered into any Scheme's of arrangements with the competent authority in terms of Sec. 230 to 237 of the Companies Act, 2013.

**Note 41: Corporate Social Responsibility**

Pursuant to section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 including further amendments thereto, a company has to spend, in every financial year, at least 2% of the average net profits of the company made during the last three years immediately preceding financial year, as per the objects mentioned in the Rules.

The Company Net Profit & Turnover doesn't exceed the prescribed limit in last three years immediately preceding financial year and Net worth doesn't exceeds Rs.500 Cr. Or more, hence provisions of section 135 of the Companies Act, 2013 are not applicable.

**Note 42: Disclosure pursuant to Ind AS 17 "Leases"**

**Operating Lease:**

In the view of management, IND AS 116 is not applicable since it has taken office premises on yearly renewable basis.

**Note 43: Contribution to political parties during the year 2022-23 is Rs. Nil (previous year Rs. Nil).**

**Note 44:** There are no amounts due and outstanding to be credited to Investor Education & Protection Fund as at March 31, 2023.

**Note 45:** No proceedings were initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988.

**Note 46 :** Disclosure on transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961, is not applicable to the Company, since no such event occurred during the year.

**Note 47 :** Relationship with Struck off Companies

There are no companies which are struck off in MCA.

**Note 48:** The Company has not granted any Loans & Advances in the nature of Loans to its Promoters, Directors, KMP's and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other persons.

**Note 49:** Rule 11(g) of Companies (Audit and Auditors) Rules, 2014

The Ministry of Company Affairs (MCA) vide its notification dated March 24, 2021 and subsequent notification dated April 1, 2022, has made it mandatory for every company to fulfill the requirement of an audit trail feature in their accounting software from 1st April, 2023. Hence, reporting under this clause is not applicable.

**Note 50:** Previous year figures have been regrouped/reclassified to make them comparable with the current year figures.

**Note 51:** The above financial statements have been reviewed by the audit committee and subsequently approved by the Board of Directors at its meeting held on May 30, 2023.

As per our report of even date

For **P.R. Agarwal & Awasthi**  
Chartered Accountants  
Firm Reg No.:117940W

**C.A.P.R. Agarwal**  
Partner  
Membership Number- 34147  
UDIN: 23034147BGXIBG1933  
Place : Mumbai  
Date : 30-05-2023

For and on behalf of Board of Directors

**Kailasam Sundaram**  
Chairman  
DIN : 07197319

**K.Karunakaran**  
Chief Financial Officer  
PAN : AITPK0276F

Place : Bengaluru  
Date : 30-05-2023

**Modali Hanuma Prasad**  
Managing Director  
DIN: 01817724

**S.Subramaniam**  
Company Secretary  
DIN: 06389138

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**CONSOLIDATED FINANCIAL STATEMENTS****INDEPENDENT AUDITOR'S REPORT**

To the Members of  
**Deccan Gold Mines Limited,**

**Report on the Consolidated Financial Statements**

1. We have audited the accompanying consolidated Ind AS financial statements of Deccan Gold Mines Limited (herein referred to as "the Holding Company"), its subsidiaries & its associate (the holding company, its subsidiaries & its associate together referred to as "the Group"), comprising of the consolidated Balance Sheet as at March 31, 2023, the consolidated Statement of Profit and Loss (including other comprehensive income), the consolidated Cash Flow Statement and the consolidated statement of changes in equity for the year ended, and a summary of significant accounting policies and other explanatory information (herein referred to as the consolidated Ind AS financial statements"). Management's Responsibility for the Consolidated Financial Statements.
2. In our opinion and to the best of our information and according to the explanation given to us, the aforesaid consolidated Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March 2023, its Consolidated Loss and its consolidated cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the "Auditor's responsibilities for the audit of the consolidated financial statements" section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in India in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India and the relevant provisions of the Act, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in sub-paragraph 18 of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our opinion.

**Key Audit Matters**

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

**Information other than the Ind AS Consolidated financial statements and auditors' report thereon**

4. The Holding Company's Management board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the consolidated financial statements and our auditor's report thereon.
5. Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
6. In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
7. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

**Management's and Board of Directors' Responsibilities for the Consolidated Financial Statements**

8. The Holding Company's Board of Directors is responsible for the preparation of these Ind AS financial statements in terms of the requirements of the companies Act, 2013 (herein referred to as "the act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income and consolidated cash flows and changes in equity of the group in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act, read with the rule 7 of the companies (accounts) rules, 2014. The respective board of directors of the companies included in the

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## CONSOLIDATED FINANCIAL STATEMENTS

group are responsible for maintenance of adequate accounting records in accordance with the provisions of the act for safeguarding the assets of the group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for insuring 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 misstatements, whether due to fraud or error, which has been used for the purpose of preparation of the Ind AS consolidated financial statements by the Board of directors of the holding company, as aforesaid.

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

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

10. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.
11. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3) (If the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
  - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group'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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors report. However, future events or conditions may cause the Group to cease to continue as a going concern.
  - Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
12. Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the Consolidated financial statement. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities in then Consolidated financial statements.
13. Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced.
14. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.



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**CONSOLIDATED FINANCIAL STATEMENTS**

15. 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.
16. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
17. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.
18. Other Matters
  - i. This consolidated financial statement includes the audited financial results of one Indian subsidiary company which are audited by another auditor, whose statement details of result reflect revenue of Rs.2,925 Thousands, net profit after tax of Rs.568 Thousands, and total comprehensive income of Rs.611 Thousands for the year ended March 31, 2023 respectively as considered in the statement. These financial results have been reviewed by the other auditors whose reports have been furnished to us by the Management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these Indian subsidiary company, is based solely on the reports of such other auditors and the procedures performed by us.
  - ii. This consolidated financial statement also includes the un-audited financial results of one foreign subsidiary company, whose result reflect revenue of Rs. Nil, net loss after tax of Rs.83 Thousands and total comprehensive loss of Rs. 83 Thousands for the Year ended March 31, 2023 respectively. These unaudited financial statements/ financial information have been prepared by the management based on the financial statements as approved by the Board of Directors of it's subsidiary which have been furnished to us by the management and our opinion on the consolidated financial statements in so far as it relates to the amounts and disclosures included in respect of these subsidiary and our report in terms of section 143(11)(3) of the Act, in so far as it relates to the aforesaid subsidiary is based solely on such board approved financial statements. In our opinion and according to the information and explanations given to us by the Board of Directors of the Holding Company, these financial statements/financial information are not material to the Group.
  - iii. This consolidated financial statement also includes the un-audited financial results of one Indian associate company, whose result reflect revenue of Rs. 4,387 Thousands, net loss after tax of Rs. 7,886 Thousands and Share of Loss in Associate of Rs. 254 Thousands for the year ended March 31, 2023 respectively. These unaudited financial statements / un-certified financial information have been prepared by the associate management which have been furnished to us by the holding company management and our opinion on the consolidated financial statements in so far as it relates to the amounts and disclosures included in respect of these associates and our report in terms of section 143(11)(3) of the Act, in so far as it relates to the aforesaid associate is based solely on such board approved financial statements. In our opinion and according to the information and explanations given to us by the Board of Directors of the Holding Company, this financial statements/financial information are material to the Group.

Our opinion on the consolidated financial statements and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on work done, and the financial statements / financial information approved by the Board referred as above.

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

19. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Holding Company & in case of CARO reports given to us for Indian subsidiary whose audit report has been issue by another auditor, incorporated in India included in the Consolidated Financial Statements of the Company, to which reporting under CARO is applicable, and based on the identification of matters of qualifications or adverse

## DECCAN GOLD MINES LIMITED

remarks in their CARO reports of the respective companies, we report that there are no qualifications or adverse remarks in the CARO report.

Name of the entities	CIN	Subsidiary/Associates
Deccan Gold (TZ) Private Limited	N.A.	Foreign Subsidiary, Tanzania
Geomysore Services (India) Private Limited (w.e.f. 2nd March, 2023)	U74899KA1994PTC044275	Indian Associate Company

20. As required by section 143(3) of the Act, we report, to the extent applicable, that:
- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the aforesaid consolidated Ind AS financial statements;
  - In our opinion proper books of account as required by law relating to preparation of the aforesaid consolidated Ind AS financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors;
  - The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), and the Consolidated Cash Flow Statement and the consolidated statement of changes in equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated Ind AS financial statements;
  - In our opinion, the aforesaid consolidated Ind AS financial statements comply with the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) rules, 2014 as amended;
  - On the basis of written representations received from the directors of the Holding Company as on March 31, 2023, and taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiaries companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2023, from being appointed as a director in terms of section 164(2) of the Act;
  - With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A", which is based on the auditors' reports of the Holding, its subsidiaries & its associate companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls over financial reporting of those companies.
21. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Amendment Rules, 2014 as amended, in our opinion and to the best of our information and according to the explanations given to us:
- The Consolidated Financial Statements disclosed the impact of pending litigations on its consolidated financial position of the Group.
  - Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
  - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiaries companies incorporated in India.
  - a) The respective Managements of the Holding and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries that, to the best of their knowledge and belief, as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding or any of such subsidiaries to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding and its subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- b) The respective Managements of the Holding and its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries that, to the best of their knowledge and belief, as disclosed in the notes to accounts, no funds have been received by the Holding and its subsidiaries from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding and its subsidiaries shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - c) Based on the audit procedures that has been considered reasonable and appropriate in the circumstances performed by us and those performed by the auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us or the other auditors to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under h (iv) (a) and (b) above, contain any material mis-statement.
  - v) The Holding Company and its subsidiary companies have not declared or paid any dividend during the year.
22. The Group has paid / provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.

For **P R Agarwal & Awasthi**  
Chartered Accountants  
Firm Registration No 117940W

CA Pawan KR Agarwal  
Partner  
M No-034147  
UDIN :23034147BGXIBF1726

Place : Mumbai  
Date : May 30, 2023

## ANNEXURE I

### **Independent Auditor's report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

1. In conjunction with our audit of the consolidated Ind AS financial statements of Deccan Gold Mines Limited ("the Holding Company"), its Subsidiary companies & its associates (the holding company, its subsidiaries & its associates together referred to as "the Group"), as of and for the year ended 31 March 2023, we have audited the internal financial controls over financial reporting (IFCoFR) of the holding company incorporated in India as of that date.

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

2. The respective Board of Directors of the Holding Company, its subsidiary companies & its associates company, which are the companies incorporated in India are responsible for establishing and maintaining internal financial controls based on the criteria being specified by management. 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 the company's business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditors' Responsibility**

3. Our responsibility is to express an opinion on the Group's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate IFCoFR were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Group's IFCoFR.

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

6. A company's IFCoFR is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone Ind AS financial statements for external purposes in accordance with generally accepted accounting principles including the Ind AS. A company's IFCoFR 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 standalone Ind AS financial statements in accordance with generally accepted accounting principles including Ind AS, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone Ind AS financial statements.

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

7. Because of the inherent limitations of IFCoFR, 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 IFCoFR to future periods are subject to the risk that IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

8. In our opinion, to the best of our information and according to the explanations given to us and based on the consideration of other auditors referred to in the Other Matters paragraph below, the Holding and its one Indian Subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2023, based on the criteria for internal financial control over financial reporting established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **P R Agarwal & Awasthi**  
Chartered Accountants  
Firm Registration No 117940W

CA Pawan KR Agarwal  
Partner  
M No-034147  
UDIN :23034147BGXIBF1726

Place : Mumbai  
Date : May 30, 2023

**DECCAN GOLD MINES LIMITED****DECCAN GOLD MINES LIMITED**

CIN: L51900MH1984PLC034662

**CONSOLIDATED BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2023**

(Amount in '000)

Particulars	Note No.	As at 31st Mar, 2023	As at 31st Mar, 2022
<b>ASSETS</b>			
<b>Non-current assets</b>			
a) Property, Plant & Equipment	2A	487	627
b) Capital Work In Progress	2B	3,51,246	3,50,317
c) Intangible Assets	2C	-	-
d) Intangible Assets under development	2D	54,130	53,213
e) Financial Assets			
(i) Investments	3	11,56,730	-
(ii) Advance against Equity		-	-
(iii) Loans & Advance	4		
f) Other Non-current Assets	5	6,834	6,834
		<b>15,69,427</b>	<b>4,10,990</b>
<b>Current assets</b>			
a) Financial Assets			
(i) Trade receivables	6	43,166	156
(ii) Cash and cash equivalents	7	7,148	1,253
b) Current Tax Assets	8	1,273	2,317
c) Other current assets	9	37,447	35,835
		<b>89,035</b>	<b>39,561</b>
<b>TOTAL ASSETS</b>		<b>16,58,462</b>	<b>4,50,552</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
a) Share Capital	10	1,26,835	93,327
b) Other Equity	11	14,23,204	3,27,592
		<b>15,50,038</b>	<b>4,20,919</b>
<b>LIABILITIES</b>			
<b>1) Non-current liabilities</b>			
<b>Deferred tax liabilities (Net)</b>			
<b>Other Long term liabilities</b>			
a) Employee Benefit obligation	12	2,704	2,651
b) Deferred Tax Liability		-	-
		<b>2,704</b>	<b>2,651</b>
<b>2) Current liabilities</b>			
(i) Borrowings	13	33,500	3,990
(ii) Trade payables	14		
Total Outstanding Dues of Micro Enterprises and Small Enterprises	-	-	-
Total Outstanding Dues of Creditors Other Than Micro Enterprises and Small Enterprises		-	-
(iii) Other Financial Liabilities	15	2,259	-
Other Current Liabilities	16	64,771	17,657
Provisions	17	5,188	5,335
		<b>1,05,719</b>	<b>26,981</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>16,58,462</b>	<b>4,50,552</b>
Significant Accounting Policies	1		

Notes are integral part of the balance sheet & profit & loss account

For and on behalf of Board of Directors

As per our report of even date  
For **P.R. Agarwal & Awasthi**  
Chartered Accountants  
Firm Reg No.:117940W

**Kailasam Sundaram**  
Chairman  
DIN : 07197319

**Modali Hanuma Prasad**  
Managing Director  
DIN: 01817724

**C.A.P.R. Agarwal**  
Partner  
Membership Number- 34147  
UDIN :23034147BGXIBF1726  
Place : Mumbai  
Date : 30-05-2023

**K.Karunakaran**  
Chief Financial Officer  
PAN : AITPK0276F  
Place : Bengaluru  
Date : 30-05-2023

**S.Subramaniam**  
Company Secretary  
DIN: 06389138

## DECCAN GOLD MINES LIMITED

CIN: L51900MH1984PLC034662

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2023

(Amount in '000)

Particulars	Note No.	2022-2023	2021-2022
<b>INCOME :</b>			
Revenue From Operation	18	3,254	350
Other income	19	195	412
<b>Total Revenue</b>		<b>3,449</b>	<b>762</b>
<b>EXPENDITURE :</b>			
Employee benefits expenses	20	12,795	12,526
Finance costs	21	3,272	88
Depreciation and amortization expenses	22	233	383
Other expenses	23	14,027	14,365
<b>Total Expenditures</b>		<b>30,327</b>	<b>27,362</b>
<b>Profit before exceptional and extraordinary items and tax</b>		<b>(26,879)</b>	<b>(26,600)</b>
Exceptional items		-	-
Share of Profit of Associate and Joint Venture		(254)	-
<b>Profit before extraordinary items and tax</b>		<b>(27,132)</b>	<b>(26,600)</b>
<b>Extraordinary Items :</b>			
Exceptional/Prior Period Items		-	-
<b>Profit before tax</b>		<b>(27,132)</b>	<b>(26,600)</b>
<b>Tax expenses :</b>			
Current tax (Wealth Tax)		-	-
Current Tax		113	-
Deferred tax		-	-
Short/(Excess) Provision of Tax		765	-
Income Tax For earlier Year		126	-
<b>Profit (Loss) for the period from continuing operations</b>		<b>(28,137)</b>	<b>(26,600)</b>
Profit/(Loss) from discontinuing operations		-	-
Tax expenses of discontinuing operations		-	-
<b>Profit/(Loss) from discontinuing operations (after tax)</b>		<b>-</b>	<b>-</b>
<b>Profit (Loss) for the year</b>		<b>(28,137)</b>	<b>(26,600)</b>
Other Comprehensive Income		-	-
Defined benefit plan actuarial gains (loss)		269	115
Exchange differences on translation of foreign operation		-	247
<b>Total Comprehensive Income of the year</b>		<b>(27,868)</b>	<b>(26,237)</b>
<b>Profit attributable to</b>			
Owners of the Company		(28,137)	(26,600)
Non controlling Interests		-	(0)
Earnings per equity share: Basic (in Rs.)		(0.29)	(0.28)
Earnings per equity share: Diluted (in Rs.)		(0.29)	(0.28)
Significant Accounting Policies	1		
Notes are integral part of the balance sheet & profit & loss account			

As per our report of even date  
For **P.R. Agarwal & Awasthi**  
Chartered Accountants  
Firm Reg No.:117940W

**C.A.P.R. Agarwal**  
Partner  
Membership Number- 34147  
UDIN :23034147BGXIBF1726  
Place : Mumbai  
Date : 30-05-2023

**Kailasam Sundaram**  
Chairman  
DIN : 07197319

**K.Karunakaran**  
Chief Financial Officer  
PAN : AITPK0276F

Place : Bengaluru  
Date : 30-05-2023

For and on behalf of Board of Directors

**Modali Hanuma Prasad**  
Managing Director  
DIN: 01817724

**S.Subramaniam**  
Company Secretary  
DIN: 06389138

**DECCAN GOLD MINES LIMITED****DECCAN GOLD MINES LIMITED****Consolidated Cash Flow Statement For the year ended 31st March, 2023**

(Amount in '000)

<b>PARTICULARS</b>	<b>As at 31st Mar, 2023</b>	<b>As at 31st Mar, 2022</b>
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit / (Loss) before Tax and after Extraordinary items	<b>(27,132)</b>	<b>(26,600)</b>
Adjustment For :		
Depreciation	233	383
Provision for Gratuity	526	3,049
Interest & Finance charges	3,272	88
Interest received	(140)	(87)
Profit on Sale of Fixed Assets	-	(312)
Exchange differences on translation of assets and liabilities	3	156
Expenses on Employee Stock Option	-	-
<b>Operative Profit before Working Capital Changes</b>	<b>(23,238)</b>	<b>(23,322)</b>
Adjustment For :		
Trade Receivables	-	-
Other Receivables, Loans & Advances	(44,622)	1,062
Trade & Other payable	49,024	19,445
<b>Cash Generation from Operations</b>	<b>(18,836)</b>	<b>(2,815)</b>
Direct Taxes	39	(318)
<b>Net Cash Flow from operating activities</b>	<b>(18,796)</b>	<b>(3,132)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets and Advances	(93)	-
Increase in Intangible Assets under development	(917)	(5,233)
Increase in Capital Work in Progress	(929)	(6,960)
Purchase/Sale of Investment (Net)	-	540
Increase in Share capital	33,508	-
Increase in Share premium	10,73,925	-
Increase in Convertible debentures	49,551	-
Capital Advances Given	-	-
Interest Received	140	87
<b>Net Cash used in investing activities</b>	<b>11,55,183</b>	<b>(11,567)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Share Issue	(11,56,730)	-
Proceeds from Borrowings	29,510	-
Investment In Equity	-	-
Share Application Money Received	-	-
Finance charges & Others	(3,272)	(88)
<b>Net Cash used in financing activities</b>	<b>(11,30,492)</b>	<b>(88)</b>
<b>D. Net Change In Cash And Cash Equilants (A+B+C)</b>	<b>5,895</b>	<b>(14,786)</b>
Cash and Cash Equivalents (Opening)	1,253	16,039
<b>Cash and Cash Equivalents (Closing)</b>	<b>7,148</b>	<b>1,253</b>

As per our report of even date  
For **P.R. Agarwal & Awasthi**  
Chartered Accountants  
Firm Reg No.:117940W

**C.A.P.R. Agarwal**  
Partner  
Membership Number- 34147  
UDIN :23034147BGXIBF1726  
Place : Mumbai  
Date : 30-05-2023

For and on behalf of Board of Directors

**Kailasam Sundaram**  
Chairman  
DIN : 07197319

**K.Karunakaran**  
Chief Financial Officer  
PAN : AITPK0276F

Place : Bengaluru  
Date : 30-05-2023

**Modali Hanuma Prasad**  
Managing Director  
DIN: 01817724

**S.Subramaniam**  
Company Secretary  
DIN: 06389138



**DECCAN GOLD MINES LIMITED****CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2023****A. Equity share capital**

	Number	Amount ('000)
<b>Balance as at 1 April 2021</b>	<b>9,33,27,375</b>	<b>93,327</b>
Changes in equity share capital during 2021-22	-	-
<b>Balance as at 31 March 2022</b>	<b>9,33,27,375</b>	<b>93,327</b>
<b>Balance as at 1 April 2022</b>	<b>9,33,27,375</b>	<b>93,327</b>
Changes in equity share capital during 2022-23	3,35,07,789	33,508
<b>Balance as at 31 March 2023</b>	<b>12,68,35,164</b>	<b>1,26,835</b>

# DECCAN GOLD MINES LIMITED

## NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

### B. Other equity

(Rs. in '000)

	Instrument Classified as Equity in nature Compulsorily convertible debentures	Reserves and surplus						Total other Equity
		Securities premium	Retained earnings	Capital Reserves	Employee Stock Option Outstanding	Exchange difference on Translation of foreign Operation	Non Controlling Interest	
<b>Balance as at 1 April 2021</b>	-	<b>7,37,095</b>	<b>(3,99,905)</b>	<b>16,726</b>	-	<b>(13)</b>	<b>1</b>	<b>3,53,906</b>
Recived Further	-	-	-	-	-	-	-	-
Further Granted	-	-	-	-	-	-	-	-
Shares Issued	-	-	-	-	-	-	-	-
Non Controlling Interest on Investment in Subsidiary								-
Profit for the quarter/ year	-	-	(26,600)	-	-	-	(0)	<b>(26,600)</b>
Other comprehensive income	-	-	-	-	-	-	-	-
Exchange Gain Loss on Translation of foreign Operation							169	<b>169</b>
Defined benefit plan actuarial gains/ losses			115					<b>115</b>
Total comprehensive income for the quarter/year	-	-	(26,484)	-	-	169	(0)	<b>(26,315)</b>
<b>Balance as at 31st Mar, 2022</b>	-	<b>7,37,095</b>	<b>(4,26,389)</b>	<b>16,726</b>	-	<b>156</b>	<b>1</b>	<b>3,27,592</b>
<b>Balance as at 1 April 2022</b>	-	<b>7,37,095</b>	<b>(4,26,389)</b>	<b>16,726</b>	-	<b>156</b>	<b>1</b>	<b>3,27,591</b>
Recived Further	-	-	-	-	-	-	-	-
Further Granted	-	-	-	-	-	-	-	-
Issued During the Year	49,551	10,73,925	-	-	-	-	-	<b>11,23,476</b>
Non Controlling Interest on Investment in Subsidiary	-	-	-	-	-	-	-	-
Profit for the quarter/ year	-	-	(28,137)	-	-	-	-	<b>(28,137)</b>
Other comprehensive income	-	-	-	-	-	-	-	-
Exchange Gain Loss on Translation of foreign Operation						3		<b>3</b>
Defined benefit plan actuarial gains/ losses			269					<b>269</b>
Total comprehensive income for the quarter/year	49,551	10,73,925	(27,868)	-	-	3	-	<b>10,95,611</b>
<b>Balance as at 31st March, 2023</b>	<b>49,551</b>	<b>18,11,020</b>	<b>(4,54,257)</b>	<b>16,726</b>	-	<b>159</b>	<b>1</b>	<b>14,23,203</b>

As per our report of even date  
For **P.R. Agarwal & Awasthi**  
Chartered Accountants  
Firm Reg No.:117940W

For and on behalf of Board of Directors

**Kailasam Sundaram**  
Chairman  
DIN : 07197319

**Modali Hanuma Prasad**  
Managing Director  
DIN: 01817724

**C.A.P.R. Agarwal**  
Partner  
Membership Number- 34147  
UDIN :23034147BGXIBF1726  
Place : Mumbai  
Date : 30-05-2023

**K.Karunakaran**  
Chief Financial Officer  
PAN : AITPK0276F

**S.Subramaniam**  
Company Secretary  
DIN: 06389138

Place : Bengaluru  
Date : 30-05-2023

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**NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.****1. SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED 31.03.2023****A. PRINCIPLES OF CONSOLIDATION**

The Consolidated Ind AS financial statements relate to Deccan Gold Mines Limited. ("the company") and its Subsidiary.

**A. Basis of preparation of financial statements**

These consolidated financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, the provisions of the Companies Act, 2013 ('Act') (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

As the quarter and year-to-date figures are taken from the source and rounded to the nearest digits, the quarter figures in these financial statements added up to the figures reported for the previous quarters might not always add up to the year-to-date figures reported in these financial statements.

**B. Basis of consolidation**

Deccan Gold Mines Limited consolidates entities which it owns or controls. The consolidated financial statements comprise the financial statements of the Company and its subsidiaries as disclosed in Note: 45. Control exists when the parent has power over the entity, is exposed, or has rights, to variable returns from its involvement with the entity and has the ability to affect those returns by using its power over the entity. Power is demonstrated through existing rights that give the ability to direct relevant activities, those which significantly affect the entity's returns. Subsidiaries are consolidated from the date control commences until the date control ceases.

The financial statements of the Group companies are consolidated on a line-by-line basis and intra-group balances and transactions including unrealized gain / loss from such transactions are eliminated upon consolidation. These financial statements are prepared by applying uniform accounting policies in use at the Group. Non-controlling interests which represent part of the net profit or loss and net assets of subsidiaries that are not, directly or indirectly, owned or controlled by the company, are excluded.

Associates are entities over which the Group has significant influence but not control. Investments in associates are accounted for using the equity method of accounting. The investment is initially recognized at cost, and the carrying amount is increased or decreased to recognize the investor's share of the profit or loss of the investee after the acquisition date. The Group's investment in associates includes goodwill identified on acquisition.

**C. Use of estimates**

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements have been disclosed in the notes. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the consolidated financial statements.

**B. SIGNIFICANT ACCOUNTING POLICIES****A. Revenue Recognition**

Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- i. Exploration Income is recognized when services are rendered.
- ii. Interest Income is recognized on accrual basis
- iii. Dividend Income is accounted on accrual basis when the right to receive the dividend is established
- iv. Consultancy Income is recognized as and when services are rendered.

# DECCAN GOLD MINES LIMITED

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## NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023

### B. Property, plant and equipment:

Fixed assets are stated at cost of acquisition less accumulated depreciation if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready to use, as intended by management. The company depreciates property, plant and equipment over their estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Vehicles	8 Years
Computers	3 Years
Furniture	10 Years
Office Equipment	10 Years
Plant & Machinery	10 Years
Software	3 Years

Depreciation methods, useful lives and residual value are reviewed periodically, including at each financial year end.

“Based on technical evaluation, the management believes that the useful lives as given above best represent the period over which management expects to use the assets. Hence the useful lives for these assets are different from the useful lives as prescribed under Part C of Schedule II of the Companies Act 2013”.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under ‘Capital work – in - progress’ .Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably .Repairs and maintenance costs are recognized in net profit in the Statement of Profit and Loss when incurred .The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

### C. Exploration and Evaluation Assets

Exploration and evaluation assets comprise capitalised costs which are attributable to the search for gold and related resources, pending the determination of technical feasibility and the assessment of commercial viability of an identified resource which comprises inter alia the following:

- researching and analysing historical exploration data;
- gathering exploration data through topographical, geo chemical and geo physical studies; exploratory drilling, trenching and sampling;
- determining and examining the volume and grade of the resource;
- surveying transportation and infrastructure requirements;
- Conducting market and finance studies.

The above includes employee remuneration, cost of materials and fuel used, payments to contractors etc. As the intangible component represents an insignificant/indistinguishable portion of the overall expected tangible costs to be incurred and recouped from future exploitation, these costs along with other capitalised exploration costs are recorded as exploration and evaluation asset.

Exploration and evaluation costs are capitalised on a project-by-project basis pending determination of technical feasibility and commercial viability of the project and disclosed as a separate line item under non-current assets. They are subsequently measured at cost less accumulated impairment/provision. Once proved reserves are determined, exploration and evaluation assets are transferred to “Development” under capital work in progress. However, if proved reserves are not determined, the exploration and evaluation asset is derecognised.

### D. Development Expenditure

When proved reserves are determined, capitalised exploration and evaluation cost is recognised as assets under construction and disclosed as a component of capital work in progress under the head “Development”. All subsequent development expenditure is also capitalised.

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**NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

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**E. Intangible assets:**

Intangible assets are stated at cost less accumulated amortization and impairment. Intangible assets are amortized over the irrespective individual estimated useful lives on a straight – line basis, from the date that they are available for use. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition, and other economic factors (such as the stability of the industry, and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the asset. Amortization methods and useful lives are reviewed periodically including at each financial year end.

**F. Impairment of Assets**

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the profit & loss account as and when an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

**G. Investments**

Financial instruments

- i. Financial assets
- ii. Initial recognition and measurement

All financial assets and liabilities are initially recognized at fair value. Transaction cost that are directly attributable to the acquisition or issue of financial assets and financial liabilities which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition. Purchase and sale of financial assets are recognized using trade date accounting.

**2. Subsequent measurement****a. Financial assets carried at amortised costs: (AC)**

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

**b. Financial assets at fair value through other comprehensive income: (FVTOCI)**

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

**c. Financial assets at fair value through profit and loss (FVTPL)**

Financial assets which are not classified in any of the above categories are subsequently fair valued through profit or loss.

**3. Equity instruments**

All equity investments are measured at fair value, with value changes recognised in the statement of profit and loss, except for those equity investments for which the company has elected to present the value changes in 'other comprehensive income'.

**4. Investment in Subsidiaries and Associates and Joint Venture :**

The company has accounted for its investments in Subsidiaries and Associates and Joint Venture at cost and at amortised cost.

**H. Foreign Currency****Functional Currency**

The functional currency of the company is the Indian Rupee. The financial statements are presented in Indian Rupees (Rounded off to Thousands).

**Functional Currency Transactions and translations.**

Foreign-currency denominated monetary assets and liabilities are translated into the relevant functional currency at exchange rates in effect at the balance sheet date. The gains or losses resulting from such translations are included in net profit in the Statement of Profit and Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at

# DECCAN GOLD MINES LIMITED

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## NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

historical cost are translated at the exchange rate prevalent at the date of the transaction.

Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled. Revenue, expense and cash flow items denominated in foreign currencies are translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction.

### I. Employee Benefits

- a. Short Term Employee Benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.
- b. Post employment benefits are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services. The defined benefit obligation is provided for on the basis of an actuarial valuation on projected unit cost method.
- c. Long Term employee benefits are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services.

### J. Taxation

- a. Provision for current tax is made with reference to taxable income computed for the accounting period, for which the financial statements are prepared by applying the tax rates as applicable.
- b. The Company has carried forward losses under Tax Laws. In absence of virtual certainty of sufficient future taxable income, deferred tax asset has not been recognized by way of prudence in accordance with Indian Accounting Standard 12 "Income Taxes" issued by The Institute of Chartered Accountants of India.

### K. Borrowing Cost:

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

### L. Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving substantial degree of estimation in measurement are recognised 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 recognised but are disclosed in the notes to the accounts. Contingent Assets are neither recognised nor disclosed in the financial statements.

### M. Segmental Reporting:

The Company is mainly engaged in the business of gold exploration and mining. Considering the nature of business and financial reporting of the Company, the Company has only one segment viz; Gold Mining & Exploration.

## ANNUAL REPORT 2023

### NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

#### NOTE - 2 : A) PROPERTY, PLANT AND EQUIPMENT

Details of the property, plant and equipment and their carrying amounts are as follows: (Rs. in '000)

Particulars	Plant & Equipment	Furniture & Fixtures	Vehicles	Office Equipment	Computer	TOTAL
<b>Balance as at 1 April 2022</b>	<b>1,161</b>	<b>905</b>	<b>2,137</b>	<b>739</b>	<b>1,728</b>	<b>6,670</b>
Additions	-	-	-	-	93	93
Acquisition through business combination	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Held for sale or included in disposal group	-	-	-	-	-	-
Net exchange differences	-	-	-	-	-	-
<b>Balance as at 31 March 2023</b>	<b>1,161</b>	<b>905</b>	<b>2,137</b>	<b>739</b>	<b>1,821</b>	<b>6,763</b>
Depreciation and impairment						
<b>Balance as at 1 April 2022</b>	<b>1,161</b>	<b>752</b>	<b>1,749</b>	<b>707</b>	<b>1,674</b>	<b>6,043</b>
Disposal	-	-	-	-	-	-
Net exchange differences	-	-	-	-	-	-
Depreciation	-	32	178	7	15	233
<b>Balance as at 31 March 2023</b>	<b>1,161</b>	<b>785</b>	<b>1,927</b>	<b>714</b>	<b>1,690</b>	<b>6,276</b>
<b>Carrying amount as at 31 March 2023</b>	<b>0</b>	<b>120</b>	<b>210</b>	<b>25</b>	<b>132</b>	<b>487</b>

Particulars	Plant & Equipment	Furniture & Fixtures	Vehicles	Office Equipment	Computer	TOTAL
<b>Gross carrying amount</b>						
<b>Balance as at 1 April 2021</b>	<b>1,161</b>	<b>905</b>	<b>3,673</b>	<b>739</b>	<b>1,728</b>	<b>8,206</b>
Additions	-	-	-	-	-	-
Acquisition through business combination	-	-	-	-	-	-
Held for sale or included in disposal group	-	-	1,536	-	-	<b>1,536</b>
Net exchange differences	-	-	-	-	-	-
<b>Balance as at 31 March 2022</b>	<b>1,161</b>	<b>905</b>	<b>2,137</b>	<b>739</b>	<b>1,728</b>	<b>6,670</b>
Depreciation and impairment						
<b>Balance as at 1 April 2021</b>	<b>1,103</b>	<b>720</b>	<b>2,786</b>	<b>689</b>	<b>1,674</b>	<b>6,972</b>
Net exchange differences	-	-	-	-	-	-
Held for sale or included in disposal group	-	-	1,308	-	-	1,308
Depreciation	58	32	271	18	-	379
<b>Balance as at 31 March 2022</b>	<b>1,161</b>	<b>752</b>	<b>1,749</b>	<b>707</b>	<b>1,674</b>	<b>6,043</b>
<b>Carrying amount as at 31 March 2022</b>	<b>0</b>	<b>153</b>	<b>388</b>	<b>32</b>	<b>54</b>	<b>627</b>

#### Note - 2 :

##### B) Capital Work In Progress (Rs. In '000)

Particulars	Amount
Development of Ganajur Gold Projects	
Opening Balance as on 01/04/2022	3,50,317
Expenditure during the year	929
Less: Adjustment during the year	-
<b>Closing balance as on 31/03/2023</b>	<b>3,51,246</b>
Opening Balance as on 01/04/2021	3,43,357
Expenditure during the year	6,960
Less: Adjustment during the year	-
<b>Closing balance as on 31/03/2022</b>	<b>3,50,317</b>

# DECCAN GOLD MINES LIMITED

## NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

### Intangible assets under development (ITAUD)

#### Ageing schedule as at 31-03-2023

Rs. in '000

ITAUD	Amount in ITAUD for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	929	6,960	13,559	3,29,798	3,51,246
Projects temporarily suspended	-	-	-	-	-

#### Ageing schedule as at 31-03-2022

ITAUD	Amount in ITAUD for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	6,960	13,559	13,555	3,16,243	3,50,317
Projects temporarily suspended	-	-	-	-	-

#### Note - 2 :

#### C) Intangible Assets

Details of the Intangible Assets and their carrying amounts are as follows:

(Rs. in '000)

	<b>Computer Software</b>
<b>Gross carrying amount</b>	-
Balance as at 1 April 2022	5,843
Additions	-
Acquisition through business combination	-
Held for sale or included in disposal group	-
Net exchange differences	-
<b>Balance as at 31 March 2023</b>	<b>5,843</b>
<b>Depreciation and impairment</b>	
Balance as at 1 April 2022	5,843
Net exchange differences	-
Held for sale or included in disposal group	-
Depreciation	-
<b>Balance as at 31 March 2023</b>	<b>5,843</b>
<b>Carrying amount as at 31 March 2023</b>	<b>-</b>
<b>Gross carrying amount</b>	-
Balance as at 1 April 2021	5,843
Additions	-
Acquisition through business combination	-
Held for sale or included in disposal group	-
Net exchange differences	-
<b>Balance as at 31 March 2022</b>	<b>5,843</b>
<b>Depreciation and impairment</b>	
Balance as at 1 April 2021	5,839
Net exchange differences	-
Held for sale or included in disposal group	-
Depreciation	4
<b>Balance as at 31 March 2022</b>	<b>5,843</b>
<b>Carrying amount as at 31 March 2022</b>	<b>-</b>



**NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

**(Rs. in '000)**

**Note - 2 : D) Intangible Assets under Development**

Details of the Intangible Assets under development and their carrying amounts are as follows:

**Exploration and Evaluation Assets**

Gross carrying amount	
Balance as at 1 April 2022	53,213
Additions	917
<b>Balance as at 31 March 2023</b>	<b>54,130</b>
<b>Carrying amount as at 31 March 2023</b>	<b>54,130</b>

**Gross carrying amount**

Balance as at 1 April 2021	47,980
Additions	5,233
<b>Balance as at 31 March 2022</b>	<b>53,213</b>
<b>Carrying amount as at 31 March 2022</b>	<b>53,213</b>

**a) Intangible assets under development (ITAUD)**

**Ageing schedule as at 31-03-2023**

ITAUD	Amount in ITAUD for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	917	5,233	10,054	37,926	54,130
Projects temporarily suspended	-	-	-	-	-

**Ageing schedule as at 31-03-2022**

ITAUD	Amount in ITAUD for a period of				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	5,233	10,054	7,386	30,540	53,213
Projects temporarily suspended	-	-	-	-	-

**b) Completion Schedule**

**Ageing schedule as at 31-03-2023**

ITAUD	To be Completed in				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

**Ageing schedule as at 31-03-2022**

ITAUD	To be Completed in				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

# DECCAN GOLD MINES LIMITED

## NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

(Rs. in '000)

	As at 31st Mar, 2023	As at 31st Mar, , 2022
<b>Note - 3 : Non-current investments</b>		
<b>Investment in Equity instruments :</b>		
<b>In Associates</b>		
Unquoted : 720373 Geomysore Services (India) Private Limited ("GMSI") Equity Shares of Re.1/- each *	11,56,983	-
Add: Share of Profit during the year	-254	
<b>Carrying Value</b>	<b>11,56,730</b>	
<b>Total</b>	<b>11,56,730</b>	-

\*In Lieu of acquisition of 6,89,521 equity shares in GMSI @ 1606.09 through swap of DGML Equity shares of 3,35,07,789 with a Face Value of Re. 1/- at premium of Rs. 32.05 per share accounted and balance of 30,852 equity shares of GMSI through swap of DGML 14,99,276 CCD with a Face Value of Re. 1/- at premium of Rs. 32.05 per share.

### Aggregate Value of Quoted Investment

#### Market Value of Quoted Investment

Aggregate Value of Unquoted Investment	11,56,730	-
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#### Advance Against Equity:

Deccan Gold Tanzania Pvt Ltd	-	-
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### Note - 4 : Loans

Security Deposits	-	-
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Unsecured, considered good	-	-
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<b>Total</b>	-	-
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### Loans and advances to Holding Company

Secured, considered good		
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Unsecured, considered good		
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Doubtful		
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Less: Provision for doubtful loans and advances		
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<b>Total</b>	-	-
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### Note - 5 : Other Non-Current Assets

Capital Advances	6,820	6,820
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Preliminary Expenses	14	14
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<b>Total</b>	<b>6,834</b>	<b>6,834</b>
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### Note - 6 : Trade Receivables

Unsecured, Considered Good	-	156
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Due from Directors	-	-
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Due from Others	43,166	-
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<b>Total</b>	<b>43,166</b>	<b>156</b>
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### Trade Receivables ageing schedule as at 31st March, 2023

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -considered good	42936	230	-	-	-	43166
(i) Undisputed Trade receivables -considered doubtful						-
(iii) Disputed trade receivables considered good						-
(iv) Disputed trade receivables considered doubtful						-

### Frade Receivables ageing schedule as at 31st March, 2022

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### NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

Particulars	(Rs.in '000)					
	Outstanding for following periods from due date of payment					
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables -considered good	-	-	-	-	156	156
(i) Undisputed Trade receivables -considered doubtful						-
(iii) Disputed trade receivables considered good						-
(iv) Disputed trade receivables considered doubtful						-

#### Note - 7 : Cash and cash equivalents

##### Balances with banks

i. Balance with Banks	1,414	1,055
ii. Bank deposits with more than 12 months maturity	201	192
iii. Bank deposits not having maturity more than 12 months	5,500	-
iv. Cheques, drafts on hand	-	-
Cash on hand	33	7
Others	-	-
<b>Total</b>	<b>7,148</b>	<b>1,253</b>

Earmarked Balance with banks for unclaimed dividend

Balance with banks to the extent held as margin money

#### Note - 8 : Current Tax Assets

Income Tax Authorities	1,273	2,317
<b>Total</b>	<b>1,273</b>	<b>2,317</b>

#### Note - 9 : Other current assets

(Unsecured, Considered Good)

Security Deposits	1,164	1,214
Advances other than Capital Advances		
-To Subsidiary Company		
-To Others	1,344	786
Balance with Government authorities:	-	
-Other than Income Tax	34,558	33,403
Prepaid Expenses	368	432
Preliminary Expenses	-	-
Interest Receivable	14	-
<b>Total</b>	<b>37,447</b>	<b>35,835</b>

#### Note 10 : Share Capital

A	Equity Share	
	Number	Amount ('000)
Authorised Share Capital		
Beginning of the year at 1 April 2021	25,00,00,000	2,50,000
Increase/(decrease) during the year	-	-
<b>Total shares authorised as at 31 March 2022</b>	<b>25,00,00,000</b>	<b>2,50,000</b>
Total shares authorised as at 1 April 2022	25,00,00,000	2,50,000
Increase/(decrease) during the year	-	-
<b>Total authorised share capital as at 31 March 2023</b>	<b>25,00,00,000</b>	<b>2,50,000</b>

##### Terms/rights attached to equity shares

The company has only one class of equity shares having par value of INR 1 per share.

##### Equity Share

## DECCAN GOLD MINES LIMITED

### NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023

B	Issued, Subscribed & fully Paid Up			(Rs.in '000)
		Number	Amount ('000)	
	Balance as at 1 April 2021	9,33,27,375	93,327	
	Changes during the period			
	<b>Balance as at 31 March 2022</b>	<b>9,33,27,375</b>	<b>93,327</b>	
	Balance as at 1 April 2022	9,33,27,375	93,327	
	Changes during the period	3,35,07,789	33,508	
	<b>Shares issued and fully paid as at 31 March 2023</b>	<b>12,68,35,164</b>	<b>1,26,835</b>	

### C. Shares held by holding/ultimate holding company including shares held by subsidiaries or associates of the holding company/ultimate holding company

As at 31st March, 2023	As at 31st March, 2022
-	-

### D. Share held by promoters

Name of Promoter	As at 31st Mar, 2023		As at 31st March 2022		Change in Holding
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	
Rama Mines Limited	2,41,61,450	19.05%	2,41,61,450	25.89%	-6.84%
Australian Indian Resources Ltd	1,45,78,729	11.49%	-	0.00%	11.49%
<b>Total</b>	<b>3,87,40,179</b>	<b>30.54%</b>	<b>2,41,61,450</b>	<b>25.89%</b>	<b>4.65%</b>

### E. Details of shareholders holding more than 5% shares in the company

Name of the shareholder	As at 31st Mar, 2023		As at 31st March 2022	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Rama Mines Limited	2,41,61,450	19.05%	2,41,61,450	25.89%
Australian Indian Resources Ltd	1,45,78,729	11.49%	-	0.00%

### F. Disclosure pursuant to Part I of Schedule 3 to the Companies Act :

Particulars	2021-2022	2020-2021	2019-2020	2018-2019	2017-2018
Equity Shares :	-	-	-	-	-
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-

### G. During the year the company issue of 3,35,07,789 Equity Shares of Re. 1/- each to be issued at a price not less than Rs. 33.05/- to promoter and non-promoter on a preferential basis pursuant to share swap.

Employee benefits as defined in the Indian Accounting Standard is given below:

#### Defined Benefit Plan:

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### NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

#### Note 11 - Other Equity:

(Rs.in '000)

Particulars	As At 31st Mar, 2023	As At 31st Mar, 2022
<b>Instrument Classified as Equity in nature (Refer Note 11.1)</b>		
<b>Compulsorily convertible debentures</b>		
Opening Balance	-	-
(+)/(-) : Issued During the year under Swap Option	49,551	-
Closing Balance	49,551	-
<b>Capital Reserves</b>		
Opening Balance	16,727	16,726
(+)/(-) Transfer		
Closing Balance	16,727	16,727
<b>Securities Premium Account</b>		
Opening Balance	7,37,096	7,37,096
(+)/(-) : Equity Shares Issued During the year under Swap Option	10,73,925	
Closing Balance	18,11,021	7,37,096
<b>Retained Earnings</b>		
Opening balance	(4,26,389)	(3,99,904)
(+) Net Profit / (Net Loss) for the current year	(28,137)	(26,600)
Defined benefit plan actuarial gains(losses)	269	115
Closing Balance	(4,54,256)	(4,26,389)
<b>Non Controlling Interest</b>		
Opening balance	1	1
(+) during the Year	-	-
(+)/(-) Share of Profit/(Loss)	-	(0)
Closing Balance	1	1
<b>Exchange difference on Translation of foreign Operation</b>		
Opening balance	156	(13)
(+)/(-) during the Year	3	169
Closing Balance	159	156
<b>Total</b>	<b>14,23,204</b>	<b>3,27,592</b>

#### Note - 11.1 :

A) 14,99,276 fully paid-up Compulsorily Convertible Debentures of face value of Re. 1/- each at a price of Rs. 33.05 issue by way of preferential issue for consideration other than cash, being the acquisition of 30,852 fully paid-up equity shares in Geomysore Services (India) Private Limited ("GMSI") representing 1.90% of the present capital of GMSI (for an aggregate consideration of Rs. 4,95,51,072, being discharged by way of issue of the Subscription CCD).

B) The Allottee and the Subscription CCD to be issued and allotted to them is as under:

Name of the Allottee	No. of equity shares held in GMSI	No. of Subscription CCD to be allotted by DGML
Australian Indian Resources Limited	30,852	14,99,276

#### C) The CCD shall :-

- (i) not carry any dividend;
- (ii) each Subscription CCD be converted into one equity share of the Company;
- (iii) CCD shall be convertible into equity shares at any time not later than 18 months from the date of allotment of such CCD;
- (iv) The CCD by themselves do not give to the holder thereof any rights of equity shareholder of the Company; and
- (v) The number of Equity Shares that each CCD converts into and the price per Equity Share upon conversion

## DECCAN GOLD MINES LIMITED

### NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

of each CCD shall be appropriately adjusted for corporate actions such as bonus issue, rights issue, stock, split, merger, demerger, transfer of undertaking, sale of a business division or any such capital or corporate restructuring; (Rs.in '000)

	As At 31st Mar, 2023	As At 31st Mar, 2022
<b>Note - 12 : Provisions</b>		
For Employee Benefits:		
Gratuity	2,704	2,651
<b>Total</b>	<b>2,704</b>	<b>2,651</b>
<b>Note- 13: Borrowing</b>		
Unsecured Loan, Repayable on Demand		
From Body Corporate	33,500	2,500
From Directors	-	1,490
<b>Total</b>	<b>33,500</b>	<b>3,990</b>
<b>Note - 14 : Trade Payables</b>		
Unsecured :		
Total Outstanding Dues of Micro Enterprises and Small Enterprises	-	-
Total Outstanding Dues of Creditors Other Than Micro Enterprises and Small Enterprises	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

#### Trade Payables ageing schedule as at 31 March, 2023

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	-	-	-	-	-
Others	-	-	-	-	-
Disputed dues – MSME	-	-	-	-	-
"Disputed dues – Others"	-	-	-	-	-

#### Trade Payables ageing schedule as at 31 March, 2022

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	"2-3 years"	More than 3 years	
MSME	-	-	-	-	-
Others	-	-	-	-	-
Disputed dues – MSME	-	-	-	-	-
"Disputed dues – Others"	-	-	-	-	-

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### NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

(Rs.in '000)

	As At 31st Mar, 2023	As At 31st Mar, 2022
<b>Note - 15 : Other Financial Liabilities</b>		
Interest accrued on borrowings and due	2,259	-
<b>Total</b>	<b>2,259</b>	<b>-</b>
<b>Note - 16 : Other Current Liabilities</b>		
Statutory dues	43,635	,131
Outstanding Expenses	3,441	3,589
Payable to Employees	17,695	11,936
<b>Total</b>	<b>64,771</b>	<b>17,657</b>
<b>Note - 17 : Provisions</b>		
Provision for Income Tax	113	-
<b>Provision for employee benefits :</b>		
Gratuity	5,075	5,335
<b>Total</b>	<b>5,188</b>	<b>5,335</b>
	2022-23	2021-22
<b>Note - 18 : Revenue From Operations</b>		
Exploration contract income	3,254	350
<b>Total</b>	<b>3,254</b>	<b>350</b>
<b>Note - 19 : Other Income</b>		
Interest Income	162	94
Interest on TD	10	-
Interest on IT refund	23	7
Interest on Loan	-	-
Profit on sale of assets	-	312
Exploration Contract Income	-	-
<b>Total</b>	<b>195</b>	<b>412</b>
<b>Note - 20 : Employee Benefit Expenses</b>		
Salaries & wages	11,917	9,031
Gratuity	526	3,049
Contributions to provident and other fund	-	-
Expenses on Employee Stock Option Scheme	-	-
Staff welfare expenses	352	446
<b>Total</b>	<b>12,795</b>	<b>12,526</b>
<b>Note - 21 : Finance Costs</b>		
Interest expenses	2,918	39
Interest on TDS	101	14
Interest on GST	8	-
Bank Charges	246	34
<b>Total</b>	<b>3,272</b>	<b>88</b>

## DECCAN GOLD MINES LIMITED

### NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

	(Rs.in '000)	
	As At 31st Mar, 2023	As At 31st Mar, 2022
<b>Note - 22 : Depreciation &amp; Amortization Expenses</b>		
Depreciation on Tangible Assets	233	379
Depreciation on Intangible Assets		4
<b>Total</b>	<b>233</b>	<b>383</b>
<b>Note - 23 : Other Expenses</b>		
Exploration contract expenses	2,438	-
Electricity Expenses	92	199
Listing Fees	1,201	540
Rent	937	1,147
Rates and taxes	442	255
Repair and maintenance	27	1,069
Director Remuneration	1,680	5,460
Advertising and business promotion	93	97
Traveling and conveyance	429	165
Travelling overseas	485	-
Communication Expenses	233	207
Legal and professional fees	3,270	2,939
Geologist Consultancy fee	910	546
Business Valuation Expenses Incurred	224	-
Director Sitting Fees	300	485
Auditor's remuneration	246	166
Secretarial Audit Remuneration	200	300
Exchange loss/gain	29	91
Insurance Charges	20	78
Office Maintaince	85	127
Membership & Subscription	500	44
Meeting Expenses	-	339
Motor Car maintenance	148	-
Miscellaneous expenses	38	111
<b>Total</b>	<b>14,027</b>	<b>14,365</b>
<b>Payments to Auditor</b>		
For Audit Fee	165	166
For Certification & Others	35	
<b>Total</b>	<b>200</b>	<b>166</b>



## ANNUAL REPORT 2023

### NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

#### Note – 24: Related party disclosure

a) Name of related parties and relationship

S. No.	Name of the party	Relationship
1	Govind Samant	Director
2	Dr. Modali Hanuma Prasad	Managing Director
3	Natesan Chinnapan	Independent Director (till 31st May, 2022)
4	Kailasam Sundaram	Chairman
5	Mrs.Revathi Thiruvengadam	Independent Director (till 16th June, 2022)
6	Andrew Mark Weeks	Independent Director (w.e.f 9th August 2022)
7	Mrs. Deepthi Donkeshwar	Independent Director (w.e.f 9th August 2022)
8	K. Karunakaran	Chief Financial Officer
9	S. Subramaniam	Company Secretary & Executive Director

b) Transactions with related parties:-

(Rs.in '000)

Transaction with Related Parties		
	As at 31 March, 2023	As at 31 March, 2022
<b>Managerial Remuneration paid to director</b>		
a) Sandeep Lakhwara	-	4,200
b) Dr. Modali Hanuma Prasad	1,680	1,260
<b>Remuneration paid to CFO</b>		
a) K Karunakaran	3,270	3,270
<b>Remuneration paid to CS</b>		
a) S Subramaniam	4,800	4,395
<b>Directors Sitting Fees &amp; Audit Committee fees</b>		
a) Kailasam Sundaram	140	145
b) NatesanChinnapan	25	145
c) RevathiThiruvengadam	20	100
d) ModaliHanuma Prasad	-	95
e) DeepthiDonkeshwar	115	-
<b>Balances outstanding with related parties</b>		
a) Sandeep Lakhwara	-	1 692
b) Modali Hanuma Prasad	2,553	1,209
c) Kailasam Sundaram	-	67.5
d) Natesan Chinnapan	-	67.5
e) Revathi Thiruvengadam	-	54
f) K Karunakaran	3,746	1,916
g) S. Subramaniam	4,789	2,516

## DECCAN GOLD MINES LIMITED

### NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

**Note 25: The particulars of Foreign Exchange Earnings and Expenditure are:**

(Rs.in '000)

**Earnings:**

Particulars	2022-23	2021-22
Exports	Nil	Nil
Professional Consultancy Income	3,254	Nil
<b>Total</b>	<b>3,254</b>	<b>-</b>

**Expenditure:**

Particulars	2022-23	2021-22
Import of Materials	-	-
Professional Fees	1,134	245
Analysis Charges	-	-
Travelling & Other Expenses	485	-
<b>Total</b>	<b>1,619</b>	<b>245</b>

**Note 26: Contingent Liabilities not provided for:**

Particulars	As at 31 March 2023	As at 31 March 2022
Capital Commitments	Nil	Nil
Claims against company not acknowledged as debts	Nil	Nil
Contingent Liabilities	Nil	Nil

**Note-27:** Compliance related to number of layers prescribed under clause (87) of Section 2 of the Act is has been complied by the Company.

**Note 28:** In the opinion of the Board, the current assets, loans and advances are approximately of the value stated, if realizes in the ordinary course of business. The provisions for all known liabilities are adequate and neither in excess or short of the amount reasonably necessary.

**Note 29: Earning Per Share**

Sr. No.	Particulars	For the Year ended 31st, March,2023	For the Year ended 31st, March,2022
a)	Net Profit available for Equity Shareholders (Rs in Thousands)	(27,868)	(26,237)
b)	Weighted Average Number of Shares for Basic EPS	9,60,81,440	9,33,27,375
c)	Basic Earnings Per Share (in Rs.)	-0.29	-0.28
d)	Weighted Average Number of Shares for Diluted EPS	9,62,04,668	9,33,27,375
e)	Diluted Earnings Per Share (in Rs.)	-0.29	-0.28

**Note 30: Fair Value measurement**

Financial Instrument by category and hierarchy

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

1. Fair value of cash and short-term deposits, trade and other short-term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short term maturities of these instruments.

**NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

The fair values for loans, security deposits and investment in preference shares were calculated based on cash flows discounted using a current lending rate. They are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counter party credit risk.

The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs, including own credit risk.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

**Note 31: Acquiring stake in Geomysore Services (India) Private Limited (GMSI) pursuant to a share swap:**

At its meeting held on November 30, 2022 the Board had approved the proposal for acquisition of stake in Geomysore Services (India) Private Limited. The Board noted that the acquisition of stake in GMSI was proposed to be achieved through a share swap which involves issue of equity shares and Compulsorily Convertible Debentures (CCDs) by the Company at the valuation / swap ratio as detailed in the joint Valuation Report dated November 30, 2022 issued by the Registered Valuer.

Subsequently, the shareholders of the Company had approved the proposal at their Extraordinary General Meeting held on December 23, 2022.

Accordingly, the Company had made an 'in-principle approval application to the Bombay Stock Exchange Limited (BSE) for issue of 33,507,789 equity shares at an issue price of Rs. 33.05/- per share (including a premium of Rs. 32.05/-) and 14,99,276 Compulsorily Convertible Debentures (CCDs) at an issue price of Rs. 33.05/- per CCD (including a premium of Rs. 32.05/-) to acquire 720,373 equity shares of GMSI at an issue price of Rs. 1606.09/- per share (of face value of Re.1- each). The price per share of the Company and GMSI and the swap ratio were arrived at based on the Valuation Report noted above.

The BSE accorded its 'in-principle' approval on February 21, 2023 and the Company completed the allotment of equity shares and CCDs towards acquisition of 720,373 equity shares of GMSI as noted above.

During September, 2022 the Company withdrew the Composite Scheme of Arrangement that it had filed with the Bombay Stock Exchange Limited, Mumbai (BSE) on October 20, 2021 due to the delay in the processing of the Application coupled with the substantial change in the shareholding pattern of GMSI since the filing of the Scheme with BSE.

By way of background, GMSI is a multi-metal exploration company based in Bangalore, India and has got a portfolio of mineral prospects which include mineral concession applications over the Kolar Gold Belt and the key Jonnagiri Gold Project in Andhra Pradesh over which it holds a granted and executed Mining Lease (ML).

**Note 32: Financial Risk Management**

Financial risk management objectives and policies

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board.

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowings.

The Company manages market risk through the managing board, which evaluates and exercises independent control over the entire process of market risk management. The managing board recommend risk management objectives and policies, which are approved by Senior Management.

# DECCAN GOLD MINES LIMITED

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## NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

### Market Risk- Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

### Note 33: Capital risk management

#### (a) Risk Management

The Company aims to manage its capital efficiently so as to safeguard its ability to continue as a going concern and to optimise returns to our shareholders.

The capital structure of the Company is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

The Company's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditors and market confidence and to sustain future development and growth of its business. The Company will take appropriate steps in order to maintain, or if necessary, adjust, its capital structure.

**Note 34:** As the company doesn't own any immovable properties the disclosure regarding the title deeds not held in the name of the company, Valuation and revaluation of assets and others disclosure which are needed to be reported under Revised Schedule III, as amended by the Companies Act, 2013 are not applicable.

**Note 35:** The Company has not been declared as Willful defaulter by Banks/Financial Institution/Other Lender.

**Note 36:** Details of pending charge creation / satisfaction registration with ROC

The company has no such charges which are pending for creation.

**Note 37:** The company has not taken any facilities from banks/financial institutions against current assets hence disclosure regarding review and reporting of filings and submission of Quarterly returns or statements with banks/financial institutions are in agreement with books of accounts are not available.

**Note 38:** Crypto Currency / Virtual Currency

The company hasn't done any transaction in Crypto or Virtual currency.

**Note 39:** Utilization of borrowed funds and share premium

- A) The company has not granted/advance/invested funds in any entities or to any other person including foreign entities during the year with the understanding that the
- a) intermediary shall directly or indirectly lend or invest in any manner whatsoever by or on behalf of the company (Ultimate beneficiaries).
  - b) Provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
- B) The company has not received any funds during the year from any person's/entities including foreign entities with the understanding that the company shall
- a) Directly or indirectly lend or invest in any manner whatsoever by or on behalf of the funding entity (Ultimate beneficiaries).
  - b) Provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

**Note 40:** The company had didn't entered into any Scheme's of arrangements with the competent authority in terms of Sec. 230 to 237 of the Companies Act, 2013.

### Note 41: Corporate Social Responsibility

Pursuant to section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 including further amendments thereto, a company has to spend, in every financial year, at least 2% of the average net profits of the company made during the last three years immediately preceding financial year, as per the objects mentioned in the Rules.

**NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.**

The Company Net Profit & Turnover doesn't exceed the prescribed limit in last three years immediately preceding financial year and Net worth doesn't exceed Rs.500 Cr. Or more, hence provisions of section 135 of the Companies Act, 2013 are not applicable.

**Note 42: Disclosure pursuant to Ind AS 17 "Leases"**

**Operating Lease:**

In the view of management, IND AS 116 is not applicable since it has taken office premises on yearly renewable basis.

**Note 43:** Contribution to political parties during the year 2022-23 is Rs. Nil (previous year Rs. Nil).

**Note 44:** There are no amounts due and outstanding to be credited to Investor Education & Protection Fund as at March 31, 2023.

**Note 45:** No proceedings were initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988.

**Note 46 :** Disclosure on transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961, is not applicable to the Company, since no such event occurred during the year.

**Note 47 : Relationship with Struck off Companies :**

There are no companies which are struck off in MCA.

**Note 48:**Rule 11(g) of Companies (Audit and Auditors) Rules, 2014

The Ministry of Company Affairs (MCA) vide its notification dated March 24, 2021 and subsequent notification dated April 1, 2022, has made it mandatory for every company to fulfill the requirement of an audit trail feature in their accounting software from 1st April, 2023. Hence, reporting under this clause is not applicable.

**Note 49:**The Company has not granted any Loans & Advances in the nature of Loans to its Promoters, Directors, KMP's and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other persons.

**Note 50: Additional information required by Schedule III**

(Rs. in '000)

S. N.	Name of the Entity & Relation	Year ended 31st, March, 2023		Year ended 31st, March, 2022	
		As a % of Consolidated	Amount	As a % of Consolidated	Amount
<b>A)</b>	<b>Parent</b>				
	Deccan Gold Mines Limited				
	- Net Assets i.e Total assets minus total liabilities	100%	15,55,845	100%	4,27,003
	- Share in profit or (loss)	101%	(28,369)	99%	(26,358)
	- Share in other comprehensive income	84%	227	35%	128
	- Share in total comprehensive income	101%	(28,142)	100%	(26,229)
<b>B)</b>	<b>Indian Subsidiaries</b>				
	Deccan Exploration Services Private Limited				
	- Net Assets i.e Total assets minus total liabilities	28%	4,36,310	104%	4,35,700
	- Share in profit or (loss)	-2%	568	0%	(132)
	- Share in other comprehensive income	16%	42	-4 %	(13)
	- Share in total comprehensive income	-2%	611	1%	(145)

# DECCAN GOLD MINES LIMITED

## NOTES TO CONSOLIDATED IND AS FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2023.

<b>C)</b>	<b>Foreign Subsidiary, Tanzania</b>				
	Deccan Gold (TZ) Private Limited				
	- Net Assets i.e Total assets minus total liabilities	0%	5,159	1%	5,240
	- Share in profit or (loss)	0%	(83)	0%	(31)
	- Share in other comprehensive income	0%	0	0%	0
	- Share in total comprehensive income	0%	0	0%	0
<b>D)</b>	<b>Indian Associate Company</b>				
	Geomysore Services (India) Private Limited (w.e.f. 02nd March, 2023)				
	- Net Assets i.e Total assets minus total liabilities	75%	11,56,730	NA	NA
	- Share in profit or (loss)	1%	(254)	NA	NA
	- Share in other comprehensive income	0%	0	NA	NA
	- Share in total comprehensive income	0%	0	NA	NA

**Note 51:** Previous year figures have been re-grouped/reclassified wherever/necessary to make them comparable with current year.

**Note 52:** The above financial statements have been reviewed by the audit committee and subsequently approved by the Board of Directors at its meeting held on May 30, 2023.

AAs per our report of even date  
For **P.R. Agarwal & Awasthi**  
Chartered Accountants  
Firm Reg No.:117940W

**C.A.P.R. Agarwal**  
Partner  
Membership Number- 34147  
UDIN :23034147BGXIBF1726  
Place : Mumbai  
Date : 30-05-2023

For and on behalf of Board of Directors

**Kailasam Sundaram**  
Chairman  
DIN : 07197319

**K.Karunakaran**  
Chief Financial Officer  
PAN : AITPK0276F

Place : Bengaluru  
Date : 30-05-2023

**Modali Hanuma Prasad**  
Managing Director  
DIN: 01817724

**S.Subramaniam**  
Company Secretary  
DIN: 06389138

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## NOTICE OF ANNUAL GENERAL MEETING

**NOTICE** is hereby given that the Thirty Ninth (39th) Annual General Meeting of the Members of **Deccan Gold Mines Limited** (CIN: L51900MH1984PLC034662) (**'the Company'**) will be held at 11.30 a.m. IST on Thursday, September 28, 2023 through Video Conferencing (VC) / Other Audio Visual Means (OAVM), to transact the following business: **ORDINARY BUSINESS:**

**1. Adoption of Annual Audited Financial Statements**

To receive, consider and adopt the Annual Audited Financial Statements, including the Consolidated Financial Statements of the Company, for the financial year ended March 31, 2023 together with the Board's Report and Auditors' Report thereon.

**2. Re-appointment of Mr. Subramaniam Sundaram (DIN: 06389138) who retires by rotation**

To appoint a Director in place of Mr. Subramaniam Sundaram (DIN: 06389138), who retires by rotation and being eligible, has offered himself for reappointment.

**SPECIAL BUSINESS:**

**3. Appointment of V.K. Beswal & Associates, Chartered Accountants Mumbai (FRN: 101083W) as the Statutory Auditors of the Company to fill the casual vacancy created by the resignation of P. R. & Agarwal & Awasthi, Chartered Accountants, (FRN: 117940W) as the Statutory Auditors, as an Ordinary Resolution:**

**"RESOLVED THAT** pursuant to the Section 139, and other applicable provisions, if any, of the Companies Act, 2013 ("the Act"), and rules, circulars, notifications made/issued thereunder, including any amendment, modification, variation or re-enactment thereof, the consent of the members be and is hereby accorded for appointment of V.K. Beswal & Associates, Chartered Accountants, Mumbai (FRN: 101083W), as the Statutory Auditors of the Company, to fill the casual vacancy created by the resignation of P.R. Agarwal & Awasthi, Chartered Accountants, Mumbai (FRN: 117940W), as the Statutory Auditors of the Company with effect from the conclusion of the ensuing Annual General Meeting, for a consecutive term of Five (5) years to hold office from the conclusion of this 39th (Thirty Ninth) Annual General Meeting until the conclusion of the 44th (Forty Forth) Annual General Meeting and to authorize the Board of Directors to fix their Remuneration.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be authorised to do all such acts, deeds, matters and things and execute all such agreements, documents, instruments and writings as may be required in regard to the said appointment as it may in its sole and absolute discretion deem fit, to give effect to this resolution without being required to seek any further consent or approval of the shareholders."

**4. Revision in remuneration payable to Dr. Hanuma Prasad Modali, Managing Director (DIN: 01817724) of the Company as a Special Resolution:**

**"RESOLVED THAT** pursuant to the provisions of Section 197 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification or re-enactment thereof) and resolution passed by shareholders of the Company at the 37th Annual General Meeting of the Company held on December 22 2021 for appointment and payment of remuneration to Dr. Hanuma Prasad Modali, and recommendation of Nomination and Remuneration Committee and the Board of the Directors, consent of shareholders be and is hereby accorded for revision in the remuneration of Dr. Hanuma Prasad Modali, Managing Director (DIN: 01817724) of the Company to Rs. 9,00,000/- (Rupees Nine Lakhs only) per month with effect from October 1, 2023, for his balance term upto September 30, 2024.

**RESOLVED FURTHER THAT** the Board of Directors ("Board") / Nomination and Remuneration Committee of Directors ("NRC") of the Company be authorised to alter and vary the terms and conditions of the said appointment including payment of remuneration, perquisites, other benefits and allowances payable to Dr. Hanuma Prasad Modali and to do all such acts, deeds, matters and things and execute all such agreements,

## DECCAN GOLD MINES LIMITED

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documents, instruments and writings as may be required in regard to the said appointment as it may in its sole and absolute discretion deem fit, to give effect to this resolution without being required to seek any further consent or approval of the shareholders.”

By order of the Board of Directors  
For **Deccan Gold Mines Limited**

**Subramaniam S.**  
Company Secretary  
ACS No 12110

Registered Office:  
No. 501, Ackruti Trade Center,  
Road No. 7, MIDC, Andheri (East),  
Mumbai 400093  
CIN: L51900MH1984PLC034662

Place: Bengaluru  
Date : September 4, 2023



**Notes:**

1. The Ministry of Corporate Affairs (MCA), vide its General Circular Nos. 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020, 22/2020 dated June 15, 2020, 33/2020 dated September 28, 2020, 39/2020 dated December 31, 2020, 10/2021 dated June 23, 2021, 20/2021 dated December 8, 2021, 2/2022 dated May 05, 2022 and 11/2022 dated December 28, 2022 along with such other applicable circulars issued by MCA (hereinafter referred to as "MCA Circulars"), SEBI Circular dated May 13, 2022 and any other applicable laws and regulations has allowed companies to conduct the general meetings, up to September 30, 2023, through Video Conferencing (VC) or Other Audio Visual Means (OAVM). In accordance with the applicable provisions and the MCA and SEBI Circulars, the EGM of the Company shall be conducted through VC/ OAVM facility.
2. A Statement pursuant to Section 102(1) of the Act, ("Explanatory Statement") relating to the Special Businesses to be transacted at the Meeting is annexed hereto.
3. Since, the AGM will be held through VC/OAVM and the physical attendance of Members has been dispensed with, the facility for appointment of proxies by the Members will not be available for the Meeting. Accordingly, the Proxy Form and Attendance Slip is not annexed to this Notice.
4. Pursuant to Section 113 of the Act, representatives of Corporate Members may be appointed for the purpose of voting through remote e-voting or for participation and voting in the Meeting to be conducted through VC/ OAVM.

Corporate Members intending to attend the Meeting through their authorized representatives are requested to send a Certified True Copy of the Board Resolution and Power of Attorney (PDF/JPG Format), if any, authorizing its representative to attend and vote on their behalf at the Meeting. The said Resolution/Authorization shall be sent to the Company by email through its registered email address i.e. [dgmlagm@deccangoldmines.com](mailto:dgmlagm@deccangoldmines.com).

5. In compliance with the aforesaid MCA Circulars and SEBI Circular, Notice of the Meeting along with the Explanatory Statement is being sent only through electronic mode to those Members whose email addresses are registered with the Company / Depositories. Members may note that the Notice will also be available on the website of the Company, i.e. [www.deccangoldmines.com](http://www.deccangoldmines.com); website of BSE Limited at [www.bseindia.com](http://www.bseindia.com).
6. The business set out in the Notice will be transacted through electronic voting system and the Company is providing facility for voting by electronic means. Instructions and other information relating to e-voting are given in this Notice under Note No. 11.
7. Members attending the Meeting through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
8. Relevant documents referred to in the accompanying Notice and the Explanatory Statement, Registers and all other documents will be available for inspection in electronic mode. Members can inspect the same by sending an email to the Company at [dgmlagm@deccangoldmines.com](mailto:dgmlagm@deccangoldmines.com).
9. Members are requested to intimate changes, if any, pertaining to their name, postal address, telephone/ mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, to their Depository Participants (DPs) in case the shares are held by them in dematerialized form and to the Registrar and Share Transfer Agents of the Company i.e. Link Intime India Private Limited ("Link Intime") in case the shares are held by them in physical form.
10. Members seeking any information/desirous of asking any questions at the Meeting with regard to the accounts or any matter to be placed at the Meeting are requested to send email to the Company at [dgmlagm@deccangoldmines.com](mailto:dgmlagm@deccangoldmines.com) atleast 7 days before the Meeting. The same will be replied by the Company suitably.
11. Information and other instructions relating to e-voting are as under:
  - I. The remote e-voting facility will be available during the following period: Commencement of e-voting: From 9:00 a.m. (IST) on Monday, September 25, 2023  
End of e-voting: Up to 5:00 p.m. (IST) on Wednesday, September 27, 2023  
The remote e-voting will not be allowed beyond the aforesaid date and time and the e-voting module shall be disabled upon expiry of the aforesaid period.

## DECCAN GOLD MINES LIMITED

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- II. Pursuant to the provisions of Section 108 and other applicable provisions of the Act and Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended and Regulation 44 of the Listing Regulations, MCA Circulars and SEBI Circular the Company is pleased to provide its Members facility to exercise their right to vote on resolutions proposed to be passed in the Meeting by electronic means.
- III. The Company has engaged the services of Link Intime India Private Limited to provide remote e-voting facility to the Members.
- IV. Voting rights shall be reckoned on the paid-up value of shares registered in the name of the Member/beneficial owner (in case of electronic shareholding) as on the cut-off date, i.e., Thursday, September 21, 2023. A person who is not a Member as on the cut-off date should treat this Notice for information purposes only.
- V. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the depositories as on the cut-off date, i.e., Thursday; September 21, 2023 only shall be entitled to avail the facility of e-voting.
- VI. Members who are holding shares in physical form or who have not registered their email address with the Company/Depository or any person who acquires shares of the Company and becomes a Member of the Company after the Notice has been sent electronically by the Company, and holds shares as of the cut-off date, i.e. Thursday, September 21, 2023; such Member may obtain the User ID and password by sending a request at [rnt.helpdesk@linkintime.co.in](mailto:rnt.helpdesk@linkintime.co.in).
- VII. The Board of Directors of the Company has appointed CS Himanshu S. Kamdar, Partner of M/s. Rathi & Associates, a Practicing Company Secretary firm, Mumbai as scrutinizer to scrutinize the e-voting process in a fair and transparent manner.
- VIII. The Scrutinizer, after scrutinizing the votes, will, not later than forty-eight hours from the conclusion of the Meeting; make a consolidated scrutinizer's report which shall be placed on the website of the Company, i.e., [www.deccangoldmines.com](http://www.deccangoldmines.com). The results shall simultaneously be communicated to the Stock Exchange.
- IX. Subject to receipt of requisite number of votes, the resolutions shall be deemed to be passed on the date of the Meeting, i.e. Thursday, September 28, 2023.

### **(A) Remote e-Voting Instructions for shareholders:**

As per the SEBI circular dated December 9, 2020, individual shareholders holding securities in demat mode can register directly with the depository or will have the option of accessing various ESP portals directly from their demat accounts.

Login method for Individual shareholders holding securities in demat mode is given below:

1. Individual Shareholders holding securities in demat mode with NSDL
  1. Existing IDeAS user can visit the e-Services website of NSDL viz... <https://eservices.nsdl.com> either on a personal computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be re-directed to "InstaVote" website for casting your vote during the remote e-Voting period.
  2. If you are not registered for IDeAS e-Services, option to register is available at <https://eservices.nsdl.com> Select "Register Online for IDeAS Portal" or click at <https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp>
  3. 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. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen-digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication,

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you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name i.e. LINKINTIME and you will be redirected to “InstaVote” website for casting your vote during the remote e-Voting period.

2. Individual Shareholders holding securities in demat mode with CDSL
  1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. The option will be made available to reach e-Voting page without any further authentication. The users to login Easi / Easiest are requested to visit CDSL website [www.cdslindia.com](http://www.cdslindia.com) and click on login icon & New System Myeasi Tab and then use your existing my easi username & password.
  2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by the company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider i.e. LINKINTIME for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there are also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers’ website directly.
  3. If the user is not registered for Easi/Easiest, the option to register is available at CDSL website [www.cdslindia.com](http://www.cdslindia.com) and click on login & New System Myeasi Tab and then click on registration option.
  4. Alternatively, the user can directly access the e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on [www.cdslindia.com](http://www.cdslindia.com) home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, the user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
3. Individual Shareholders (holding securities in demat mode) login through their depository participants  
You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on the company name or e-Voting service provider name i.e. LinkIntime and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.

**Login method for Individual shareholders holding securities in physical form/ Non-Individual Shareholders holding securities in demat mode is given below:**

Individual Shareholders of the company, holding shares in physical form / Non-Individual Shareholders holding securities in demat mode as on the cut-off date for e-voting may register for e-Voting facility of Link Intime as under:

1. Open the internet browser and launch the URL: <https://instavote.linkintime.co.in>
2. Click on “Sign Up” under ‘SHARE HOLDER’ tab and register with your following details: -

**A. User ID:**

Shareholders holding shares in physical form shall provide Event No + Folio Number registered with the Company. Shareholders holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID; Shareholders holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID.

- B. PAN:** Enter your 10-digit Permanent Account Number (PAN) (Shareholders who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.

**C. DOB/DOI:**

Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP / Company - in DD/MM/YYYY format)

# DECCAN GOLD MINES LIMITED

## D. Bank Account Number:

Enter your Bank Account Number (last four digits), as recorded with your DP/Company.

- \* Shareholders holding shares in physical form but have not recorded 'C' and 'D', shall provide their Folio number in 'D' above
- \* Shareholders holding shares in NSDL form, shall provide 'D' above
- \* Set the password of your choice (The password should contain minimum 8 characters, at least one special Character (@!#\$%&\*), at least one numeral, at least one alphabet and at least one capital letter).
- \* Click "confirm" (Your password is now generated).
- 3. Click on 'Login' under '**SHARE HOLDER**' tab.
- 4. Enter your User ID, Password and Image Verification (CAPTCHA) Code and click on 'Submit'.

## Cast your vote electronically:

1. After successful login, you will be able to see the notification for e-voting. Select 'View' icon.
2. E-voting page will appear.
3. Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against' (If you wish to view the entire Resolution details, click on the 'View Resolution' file link).
4. After selecting the desired option i.e. Favour / Against, click on 'Submit'. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.

## Guidelines for Institutional shareholders:

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on the e-voting system of LIPL at <https://instavote.linkintime.co.in> and register themselves as 'Custodian / Mutual Fund / Corporate Body'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the 'Custodian / Mutual Fund / Corporate Body' login for the Scrutinizer to verify the same.

## Helpdesk for Individual Shareholders holding securities in physical mode/ Institutional shareholders:

Shareholders facing any technical issue in login may contact Link Intime INSTAVOTE helpdesk by sending a request at [enotices@linkintime.co.in](mailto:enotices@linkintime.co.in) or contact on: - Tel: 022 – 4918 6000.

## Helpdesk for Individual Shareholders holding securities in demat mode:

Individual Shareholders holding securities in demat mode may contact the respective helpdesk for any technical issues related to login through Depository i.e. NSDL and CDSL.

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

## Individual Shareholders holding securities in Physical mode has forgotten the password:

If an Individual Shareholders holding securities in Physical mode has forgotten the USER ID [Login ID] or Password or both then the shareholder can use the "Forgot Password" option available on the e-Voting website of Link Intime: <https://instavote.linkintime.co.in>

- Click on 'Login' under '**SHARE HOLDER**' tab and further Click 'forgot password?'
- Enter User ID, select Mode and Enter Image Verification code (CAPTCHA). Click on "SUBMIT".

In case shareholders is having valid email address, Password will be sent to his / her registered e-mail address. Shareholders can set the password of his/her choice by providing the information about the particulars of the Security Question and Answer, PAN, DOB/DOI, Bank Account Number (last four digits) etc. as mentioned above. The password should contain minimum 8 characters, at least one special character (@!#\$%&\*), at least one numeral, at least one alphabet and at least one capital letter.

User ID for Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No + Folio Number registered with the Company

Individual Shareholders holding securities in demat mode with NSDL/ CDSL has forgotten the password:

Shareholders who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned depository/ depository participants website.

- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
- During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".

### **(B) Process and manner for attending the Annual General Meeting through InstaMeet:**

1. Open the internet browser and launch the URL: <https://instameet.linkintime.co.in> & Click on "Login".

Select the "Company" and 'Event Date' and register with your following details: -

**A. Demat Account No. or Folio No:** Enter your 16 digit Demat Account No. or Folio No

- Shareholders/ members holding shares in CDSL demat account shall provide 16 Digit Beneficiary ID
- Shareholders/ members holding shares in NSDL demat account shall provide 8 Character DP ID followed by 8 Digit Client ID
- Shareholders/ members holding shares in physical form shall provide Folio Number registered with the Company

**B. PAN:** Enter your 10-digit Permanent Account Number (PAN) (Members who have not updated their PAN with the Depository Participant (DP)/

Company shall use the sequence number provided to you, if applicable.

C. Mobile No.: Enter your mobile number.

D. Email ID: Enter your email id, as recorded with your DP/Company.

- Click "Go to Meeting" (You are now registered for InstaMeet and your attendance is marked for the meeting).

### **Instructions for Shareholders/ Members to Speak during the Annual General Meeting through InstaMeet:**

1. Shareholders who would like to speak during the meeting must register their request with the company.
2. Shareholders will get confirmation on first cum first basis depending upon the provision made by the client.
3. Shareholders will receive "speaking serial number" once they mark attendance for the meeting.
4. Other shareholder may ask questions to the panelist, via active chat-board during the meeting.
5. Please remember speaking serial number and start your conversation with panelist by switching on video mode and audio of your device.

**Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.**

### **Instructions for Shareholders/ Members to Vote during the Annual General Meeting through InstaMeet:**

## DECCAN GOLD MINES LIMITED

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Once the electronic voting is activated by the scrutinizer during the meeting, shareholders/ members who have not exercised their vote through the remote e-voting can cast the vote as under:

1. On the Shareholders VC page, click on the link for e-Voting "Cast your vote"
2. Enter your 16 digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email Id) received during registration for InstaMEET and click on 'Submit'.
3. After successful login, you will see "Resolution Description" and against the same the option "Favour/ Against" for voting.
4. Cast your vote by selecting appropriate option i.e. "Favour/Against" as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.
5. After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on "Save". A confirmation box will be displayed. If you wish to confirm your vote, click on "Confirm", else to change your vote, click on "Back" and accordingly modify your vote.
6. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders/ Members, who will be present in the Annual General Meeting through InstaMeet facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting facility during the meeting. Shareholders/ Members who have voted through Remote e-Voting prior to the Annual General Meeting will be eligible to attend/ participate in the Annual General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

Please note that Shareholders/ Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

In case shareholders/ members have any queries regarding login/ e-voting, they may send an email to [instameet@linkintime.co.in](mailto:instameet@linkintime.co.in) or contact on: - Tel: 022-49186175.

### **General Guidelines for Shareholders:**

1. The voting rights of Members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of Thursday, September 21, 2023.
2. Members who have not registered their e-mail ID and also have not updated PAN with the Company/Depository are requested to approach Link Intime India Pvt. Ltd. at their e-mail ID [enotices@linkintime.co.in](mailto:enotices@linkintime.co.in) or calling on 022-49186175 for e-voting related queries. Any person who is not a Member as on the cut-off date should treat this Notice for information purposes only.
3. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM electronically.
4. The Company has appointed Mr. Himanshu S Kamdar, (Membership No. FCS 5171), Partner of M/s. Rathi & Associates, Company Secretaries, Mumbai as the Scrutinizer to scrutinize the voting and remote e-voting process for the AGM in a fair and transparent manner.
5. The Scrutinizer shall after the conclusion of voting at the AGM, will first count the votes cast at the Meeting and thereafter unblock the votes cast through remote e-voting and shall make, not later than two working days of the conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing.

6. The Notice of the AGM shall be placed on the website of the Company till the date of AGM. The Results declared, along with the Scrutinizer's Report shall be placed on the Company's website [www.deccangoldmines.com](http://www.deccangoldmines.com) and on the website of Link Intime India Private Limited immediately after the declaration of results by the Chairman or a person authorized by him. The results shall also be immediately forwarded to BSE Limited, where the shares of the Company are listed.
7. Since the AGM will be held through VC / OAVM, Route Map is not annexed to this Notice.

By order of the Board of Directors  
For **Deccan Gold Mines Limited**

**Subramaniam S.**  
Company Secretary  
ACS No 12110

**Registered Office:**  
No. 501, Ackruti Trade Center,  
Road No. 7, MIDC, Andheri (East),  
Mumbai 400093  
CIN: L51900MH1984PLC034662

Place : Bengaluru  
Date : September 4, 2023

**STATEMENT SETTING OUT MATERIAL FACTS UNDER  
SECTION 102 OF THE COMPANIES ACT, 2013**

**ITEM NO. 3**

The Members of the Company at the 38th (Thirty Eighth) Annual General Meeting held on September 28, 2022 had approved the re-appointment of M/s. P. R. Agarwal & Awasthi, Chartered Accountants, (FRN: 117940W) as the Statutory Auditors of the Company for a second consecutive term of five (5) years to hold office from the conclusion of 38th (Thirty Eighth) Annual General Meeting until the conclusion of the 43rd (Forty Third) Annual General Meeting of the Company.

Due to advanced age, the Statutory Auditor was not in position to devote time to clients and would like to reduce the professional assignments at hand and hence resigned as the Statutory Auditor of the Company with effect from the conclusion of ensuing 39th (Thirty Ninth) Annual General Meeting of the Company. However, as per the Circular No. CIR/CFD/CMD1/114/2019 dated October 18, 2019 the retiring auditors will issue the Limited Review Report for the quarter ended September 30, 2023.

Based on the recommendation of the Audit Committee, and the confirmation received from M/s. V. K. Beswal & Associates, Chartered Accountants (FRN: 101083W), on their eligibility, the Board of Directors have approved their appointment at their meeting held on September 4, 2023 and recommends to the Members their appointment as the Statutory Auditors of the Company to fill the casual vacancy created by the resignation of the Statutory Auditors. Since the said auditors have tendered their resignation with effect from the date of the Annual General Meeting, the new auditors have been appointed for a period of five years, from the conclusion of 39th (Thirty Ninth) Annual General Meeting till the conclusion of 44th (Forty Forth) Annual General Meeting of the Company.

In view of the above, the Board of Directors, on the recommendation of Audit Committee, recommends Ordinary Resolution as set out at Item No. 3 of the Notice for approval of the Members of the Company.

No person specified in Section 102 of the Companies Act, 2013 namely the Promoters, Directors, Key Managerial Persons, Relatives of Promoters, Directors and Key Managerial Persons are concerned or interested in the above resolution.

**Item No. 4**

Dr. Hanuma Prasad Modali (DIN: 01817724) was appointed as the Managing Director of the Company at the 37th Annual General Meeting of the Company held on December 22, 2021 for a period of 3 years from October 1, 2021 to September 30, 2024.

As per the terms of appointment, the Managing Director was entitled for the remuneration of Rs. 3,50,000/- (Rupees Three Lakh Fifty Thousand only) per month. Considering the latest developments including acquisitions made by the Company under the leadership of the Managing Director and initiatives taken by him to commence the mining activities, the Nomination and Remuneration Committee at its meeting held on September 4, 2023 recommended the revision in payment of remuneration of the Managing Director. The Board of Directors of the Company considered and recommended for the approval of members to such revision in remuneration of the Managing Director.

It is proposed to revise remuneration payable to the Managing Director to Rs. 9,00,000/- (Rupees Nine Lakhs only) per month as salary and allowances and all other terms and conditions of the appointment remained unchanged.

Dr. Hanuma Prasad Modali also holds the office of the Managing Director of GMSI, an Associate Company with effect from March 3, 2023. As per the resolution approved for his appointment he is entitled to a remuneration of Rs. 5,00,000/- (Rupees Five Lakh only) per month. Apart from the said Company, he is neither holding any Managerial position in the Company nor drawing any remuneration from any Company where he holds the office of Director. The payment of remuneration to the Managing Director is in compliance with Section 197, 198 and read with Schedule V of the Companies Act, 2013.



In view of the above, the Board of Directors, on the recommendation of Nomination and Remuneration Committee, recommends the Special Resolution as set out at Item No. 4 of the Notice for approval of the Members of the Company.

Apart from Dr. Hanuma Prasad Modali, none of the other persons specified in Section 102 of the Companies Act, 2013 namely the Promoters, Directors, Key Managerial Persons, Relatives of Promoters, Directors and Key Managerial Persons are concerned or interested in the above resolution.

By order of the Board of Directors  
For **Deccan Gold Mines Limited**

**Subramaniam S.**  
Company Secretary  
ACS No 12110

**Registered Office:**  
No. 501, Ackruti Trade Center,  
Road No. 7, MIDC, Andheri (East),  
Mumbai 400093  
CIN: L51900MH1984PLC034662

Place : Bengaluru  
Date : September 4, 2023

## DECCAN GOLD MINES LIMITED

### Profile of the Directors being appointed / re-appointed as required under Regulation 36 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 and Secretarial Standards – 2

#### (1) Dr Hanuma Prasad Modali:

Age (Date of Birth)	58 years (July 18, 1965)
Date of appointment on the Board	December 12, 2017
Term	October 1, 2021 to September 30, 2024
Educational Qualification	M.Sc., Ph.D., MAusIMM
Background details, Recognition or awards and Experience & Expertise in functional areas	<p>Dr. Hanuma Prasad has 21 years of experience in exploration and mining industry, as exploration manager as well as part of the corporate management team. He has Doctorate in Geology and worked with Geological Survey of India from 1994 to 2001 in geological mapping and mineral exploration projects. Dr. Hanuma joined Australian Indian Resources Group (AIR) in the year 2001 as an Exploration Manager and along with his team explored 15000 sq.km area in central India for gold, base metals, Ni-Cu-PGE and made significant discoveries. He was actively involved in the exploration research on generating new gold and Ni-PGE targets in India.</p> <p>Besides exploration, since 2008 Hanuma was closely associated with the Business Development team of the AIR Group, during which he carried out due diligence of several precious commodity projects. He has been associated with fund raising into AIR and Geomysore Services (India) Pvt Ltd. Dr. Hanuma has co-managed NI 43-101 compliant feasibility study on Jonnagiri Gold Project along with a team of international and Indian experts. He is currently part of the senior management of Geomysore Services India Private Limited (“GMSI”) as Technical Adviser and Consultant in developing Jonnagiri gold mining project and will continue to do so post his appointment as MD of DGML. In this capacity, he will continue to draw a monthly remuneration from GMSI in addition to his remuneration as MD of DGML</p> <p>Dr. Hanuma has worked widely in Africa, SE Asia, South America and CIS countries as a part of due diligence team to advice various business houses in acquiring mineral projects in these countries. He has been instrumental in setting up gold and other mineral exploration and mining companies in Sudan, Ivory Coast, Togo, Zambia, Malawi and Kyrgyzstan. .</p> <p>Dr. Hanuma was a Board Member of Lionsgold Limited, earlier listed on AIM Board and now sits on the Board of Australian Indian Resources Limited, Australia (AIR) and its group companies in India. He is a member of Australian Institute of Mining and Metallurgy (AusImm).</p>
Shareholding in the Company	256,448 shares (as on September 4, 2023)
Terms and Condition of appointment (Other brief terms also required to be stated)	Director liable to retire by rotation

Details of Remuneration sought to be paid	Rs. 900,000 per month
Remuneration last drawn	Rs. 350,000 per month (he chose to draw only 40% of it which is outstanding to him)
Number of Meetings attended during the year	6
Relationship with other Director, Manager and other Key Managerial Personnel of the Company	Dr. Hanuma Prasad is not related to any other director of the Company.
Other membership / Chairmanship of Committees of the Boards	Nil
Directorship in other Indian Public Limited Companies as on March 31, 2021	Nil

**(2) Mr Subramaniam Sundaram:**

Age (Date of Birth)	53 years (November 19, 1969)
Date of appointment on the Board	October 1, 2021
Term	Mr Subramaniam Sundaram holds office as Whole-time Director (Executive Director) for a term up to September 30, 2024.  He liable to retire by rotation pursuant to the requirements of Section 152 of the Companies Act, 2013 and has offered himself for re-appointment.
Educational Qualification	Associate Member of the Institute of Company Secretaries of India, India (ICSI) Associate Member of Chartered Institute of Management Accountants, UK (CIMA) Professional qualification in Law (specialization in Corporate & Financial Law)
	Mr Subramaniam has 26 years of experience in the field of Company Law and other corporate laws. Has handled corporate restructuring exercises including mergers / demergers, amalgamations, joint ventures, acquisitions through share swap, fund raisings and listing of securities on domestic and foreign stock exchanges.  He also takes care of the corporate legal and company secretarial matters and also functions as the Compliance Officer of the Company since October 4, 2006.
Shareholding in the Company	180,259 shares (as on September 4, 2023)
Terms and Condition of appointment (Other brief terms also required to be stated)	Director liable to retire by rotation
Details of Remuneration sought to be paid	Mr Subramaniam Sundaram was appointed as Whole-time Director (Executive Director) of the Company from October 1, 2021 (for a term of 3 years) upon terms and conditions including remuneration as approved by the shareholders at their AGM held on December 22, 2021.
Remuneration last drawn	As noted above
Number of Meetings attended during the year 2022-23	6

## DECCAN GOLD MINES LIMITED

Relationship with other Director, Manager and other Key Managerial Personnel of the Company	Mr Subramaniam Sundaram is not related to any other director of the Company.
Other membership / Chairmanship of Committees of the Boards	Nil
Directorship in other Indian Public Limited Companies	Nil



# DECCAN GOLD MINES LIMITED

## REGISTERED OFFICE

No. 501, Akruti Trade Center, Road No. 7, MIDC, Andheri (East), Mumbai – 400 093, Maharashtra  
Tel : 91-22-62606800/62606800 Email : [info@deccangoldmines.com](mailto:info@deccangoldmines.com)  
Web : [www.deccangoldmines.com](http://www.deccangoldmines.com)

## CORPORATE OFFICE

No.1285, 5th Main, 7th Sector, HSR Layout, Bengaluru - 560102  
Tel : +91 80 45384000 Fax : +91 80 45384001  
Email : [info@deccangoldmines.com](mailto:info@deccangoldmines.com) Web : [www.deccangoldmines.com](http://www.deccangoldmines.com)