



THE HUTTI GOLD MINES COMPANY LIMITED

CIN U85110KA1947SGC001321

78TH ANNUAL REPORT – FY 2023-24

Registered Office : 3rd Floor, KHB Shopping Complex, National Games Village,
Koramangala, Bangalore-560 047
Phone: (080) 2571 0501 Fax: (080) 25707380
Email : rohgml@gmail.com
Website: www.huttigold.co.in

Mines : Hutti – 584 115, Raichur Dist.



THE HUTTI GOLD MINES COMPANY LIMITED

(A Govt. of Karnataka Undertaking)

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78th ANNUAL REPORT & AUDITED ACCOUNTS FOR FINANCIAL YEAR 2023-24

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THE HUTTI GOLD MINES COMPANY LIMITED

(A Govt. of Karnataka Undertaking)

CIN No. U85110KA1947SGC001321

NOTICE OF ANNUAL GENERAL MEETING

To

The Members of
The Hutti Gold Mines Co Ltd

NOTICE is hereby given that the **SEVENTY EIGHTH Annual General Meeting** of the Members of The Hutti Gold Mines Co Ltd will be held on **Friday, the 27th December, 2024 at 12:00 pm** through Video Conferencing or Other Audio Visual Means.

ORDINARY BUSINESS

1. To receive, consider and adopt the Financial Statements comprising Audited Balance Sheet as at 31st March, 2024 and the Statement of Profit & Loss and Cash Flow statement for the year ended on the date along with Reports of the Board of Directors, Statutory Auditors thereon and the Comments of the Comptroller and Auditor General of India.

To pass the following resolution with or without modification(s) as an **Ordinary Resolution**:

"RESOLVED THAT the Audited Financial Statements including Balance Sheet as at 31st March, 2024 and the Statement of Profit and Loss for the year ended on that date together with the Reports of the Board of Directors and Statutory Auditors and also the comments of the C & AG, be and are hereby received, considered and adopted."

Registered Office : 3rd Floor, KHB Shopping Complex, National Games Village, Koramangala, Bengaluru - 560 047
Phone : 080-25710501, 28055007 E-mail : regdooffice-hgmi@ka.gov.in, rohgmil@gmail.com
Website : www.huttigold.karnataka.gov.in

PO HUTTI - 584 115., Raichur District, Karnataka, India
Ph : 08537-275022 Fax : 08537-275054 E-mail : huttimdoffice@gmail.com

The Hutti Gold Mines Co. Ltd.

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2. To declare dividend for the year ended 31st March, 2024.

To pass the following resolution with or without modification(s) as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the recommendation of the Directors, dividend at the rate of Rs.2425.24 per Equity Share of Rs.100/- each (2425.24%) on 296203-5/7 Equity Shares of the Company, out of the current profits of the Company for the year ended 31st March, 2024 be and is hereby declared and that the same be paid to those Members whose names appear on the Company's Register of Members as on Record Date of 20.12.2024, in proportion to the amount paid up thereon."

3. To declare Special dividend for the year ended 31st March, 2024.

To pass the following resolution with or without modification(s) as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the recommendation of the Directors, dividend at the rate of Rs.1646.84/- per Equity Share of Rs.100/- each (1646.84%) on 296203-5/7 Equity Shares of the Company, out of the current and accumulated profits of the Company for the year ended 31st March, 2024 be and is hereby declared and that the same be paid to those Members whose names appear on the Company's Register of Members as on Record Date of 20.12.2024 in proportion to the amount paid up thereon."

By the Order of the Board

Place: Bengaluru
Dated: 06.12.2024


(R. SHILPA, KAS)
Managing Director
DIN: 10783235

The Hutti Gold Mines Co. Ltd.

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NOTES FORMING PART OF NOTICE:**1. PROXY:**

A Member entitled to attend and vote at the Annual General Meeting of the Company is entitled to appoint a Proxy to attend and vote instead of himself / herself and the Proxy need not be a Member.

A person can act as proxy on behalf of Members not exceeding 50 (fifty) and holding in the aggregate not more than 10 (ten) percent of the total share capital of the Company carrying voting rights. A member holding more than 10 (ten) percent of the total share capital of the Company carrying voting rights may appoint a single person as Proxy and same person shall not act as Proxy for any other person or shareholder.

The instrument appointing the Proxy, duly completed and signed, must be deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting. A Proxy does not have the right to speak at the meeting and can vote only on a poll.

2. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
3. Members are requested to send their email address to regdoffice-hgml@ka.gov.in by **24.12.2024 by 5:00 PM** to send the meeting link.
4. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
5. The Members can join the e-AGM 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice.
6. All the documents referred to in the accompanying Notice and other statutory registers shall be available for inspection through electronic mode, basis the request being sent to the Company.
7. **BOOK CLOSURE:** The Register of Members of the Company will remain closed from **20.12.2024 to 27.12.2024** both days inclusive, to determine the Members entitled to receive dividend which will be declared at the Annual General Meeting.

The Hutti Gold Mines Co. Ltd.

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8. **RECORD DATE** has been fixed **20.12.2024**, to determine the Members entitled to vote on the resolutions mentioned in this Notice and for payment of dividend to be declared in this meeting.
9. **DIVIDEND:** Dividend to be declared at this meeting, will subject to the provisions of section 126 of the Companies Act, 2013, dividend will be paid **before 26.01.2025** i.e. within 30 days of the date of the Annual General Meeting, to those Members whose names appear on the Register of Members on Record Date of **20.12.2024**. Payment of dividend will be rounded off pursuant to the provisions of Section 288B of the Income Tax Act, 1961. Dividend Tax will be paid by the Company pursuant to section 115O of the Income Tax Act, 1961.
10. **UNCLAIMED DIVIDEND:** Details of dividend unclaimed by Members for the past years which have not yet been transferred to the Central Government have been uploaded on the Company's website <https://huttigold.karnataka.gov.in/>. Members are encouraged to view the list and lodge their claim for payment of unclaimed dividend. Dividend for the year ended 31st March, 2017, which was declared at the 72nd Annual General Meeting held on 29.11.2018 and remaining unclaimed will be transferred to the Investor Education and Protection Fund pursuant to the provisions of section 124 of the Companies Act, 2013. Thereafter no claim shall lie on this dividend from the Members.
11. **WEBSITE:** The Company's website is <https://huttigold.karnataka.gov.in/>. Annual Reports of the Company, unclaimed dividend list, standard downloadable forms and other Shareholder communication will be made available on the Company's website.
12. **CORPORATE REPRESENTATION:** A Corporate Member shall be deemed to be personally present only if it is represented in accordance with Section 113 of the Companies Act, 2013 i.e. only if the Corporate Member sends a certified true copy of the resolution passed by the Board of Directors of the Company or a Power of Attorney authorizing the Representative to attend and vote at the meeting on behalf of the Corporate Member.

The Hutti Gold Mines Co. Ltd.

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13. OTHER INFORMATION

- a. The voting rights of the members shall be in proportion to their share of Paid up Equity Share Capital of the Company as on Record Date.
- b. Members are requested to bring their copy of the Annual Report and Attendance Slip duly completed and signed for the meeting.
- c. Members seeking clarification on the Annual Report are requested to send in written queries to the Company at least one week before the date of the meeting i.e. on or before **20.12.2024**.
- d. A member desirous of appointing a proxy to attend the Annual General Meeting may furnish the name in the prescribed proxy format (MGT-11) sent here with separately.
- e. The Company has designated its email ID called rohgmil@gmail.com for redressal of shareholders/investors complaints/grievances. In case you have any queries/complaints or grievances, then please write to us at this e-mail address.
- f. In terms of Sections 101 & 136 of the Companies Act, 2013, the members are required to register their e-mail address/ID with the Company so as to serve the annual reports and other communications through electronic mode.
- g. Members are requested to quote their folio number in all correspondences.
- h. Members are requested to notify immediately any change of their addresses and bank particulars to the Company.
- i. Members are requested to note that **NO GIFT/COUPONS** will be distributed at the meeting.
- j. The Register of Directors and Key Management Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013, will be available for inspection at the AGM and will be made accessible to any person attending the meeting.

The Hutti Gold Mines Co. Ltd.

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- k. The Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013, will be available at the AGM and will remain open and accessible during the continuance of the meeting to any member having the right to attend the meeting.
- l. All the documents referred to in the accompanying notice are open for inspection at the Registered Office of the Company till the date of AGM.
- m. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged with the Company, at any time during the business hours of the Company, provided that not less than three days' notice in writing of the intention to inspect is given to the Company.

ROUTE MAP FOR THE VENUE OF ANNUAL GENERAL MEETING

Link of the route map:

<https://www.google.co.in/maps/place/Hutti+Gold+Mines+Company+Limited/@12.9447785,77.6232994,18z/data=!4m5!3m4!1s0x3bae145ba859c02b:0x8a20903e473a7706!8m2!3d12.9440736!4d77.6235645>

**FORM MGT-11
PROXY FORM**

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

Name of the Member (s)	
Registered Address	
Email ID	
Folio No.	
No. of shares	
I / We, being a member/members of above named Company, hereby appoint	
1. Name	
Address	
Email ID	Signature :
Or failing him/her	
2. Name	
Address	
Email ID	Signature :
Or failing him/her	
3. Name	
Address	
Email ID	Signature :
Or failing him/her	

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the **78th Annual General Meeting** of the company, to be held on **Friday, the 27th December, 2024 at 12:00 pm** through Video Conferencing or Other Audio Visual Means and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Resolutions	Optional*	
		For	Against
1	"RESOLVED THAT the Audited Financial Statements including Balance Sheet as at 31 st March, 2024 and the Statement of Profit and Loss for the year ended on that date together with the Reports of the Board of Directors and Statutory Auditors and also the comments of the C & AG, be and are hereby received, considered and adopted."		

Resolution No.	Resolutions	Optional*	
		For	Against
2	"RESOLVED THAT pursuant to the recommendation of the Directors, dividend at the rate of Rs.2425.24 per Equity Share of Rs.100/- each (2425.24%) on 296203-5/7 Equity Shares of the Company, out of the current profits of the Company for the year ended 31 st March, 2024 be and is hereby declared and that the same be paid to those Members whose names appear on the Company's Register of Members as on Record Date of 20.12.2024 , in proportion to the amount paid up there on."		
3	"RESOLVED THAT pursuant to the recommendation of the Directors, Special dividend at the rate of Rs.1646.84 per Equity Share of Rs.100/- each (1646.84%) on 296203-5/7 Equity Shares of the Company, out of the current profits of the Company for the year ended 31 st March, 2024 be and is hereby declared and that the same be paid to those Members whose names appear on the Company's Register of Members as on Record Date of 20.12.2024, in proportion to the amount paid up there on."		

Signed this _____ day of _____ 2024 Signature of Member _____

Affix
Re.0.15
Revenue
Stamp

Signature of proxy _____

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office/ Corporate Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A person can act as a proxy on behalf of Members, not exceeding fifty, and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A Member holding more than 10% of the total Share Capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
- 3*. It is optional to put a 'X' in the appropriate column against the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.



The Hutti Gold Mines Company Limited

CIN: U85110KA1947SGC001321

REPORT OF THE BOARD OF DIRECTORS

Dear Members,

Your Directors have immense pleasure in presenting the 78th Annual Report together with the Audited Statements of Accounts of the Company for the year ended 31st March 2024.

1. Corporate Vision and Mission

- **Corporate vision** - to become one of the most vibrant, self-reliant mining giants.
- **Corporate mission**- to improve productivity and profitability and ensure steady growth & development to provide long term stability; provide safe & healthy mining environment; promote harmonious and cordial industrial relationship to promote Human Resource Development; promote welfare and community development in and around Hutti; introduction of modern and effective management control systems.

2. Operational & Financial highlights:

(Rs.in lakhs)

Particulars	FY 2022-23	FY 2023-24	Remarks
I. Quantitative parameters			
1) Production			
a) Ore Treated (MT)	605976	718281	1.Increase in ore treatment by 112305 MT (18.53%)
b) Gold Production (kgs)	1411.42	1553.05	2.Increase in Gold production by 141.63 Kgs (10.03%)
c) Net recovery grade (Gms/MT)	2.33	2.16	3.Due to encountering of lean zone in development, grade was less.
d) Sand extraction (MT)	47476.81	417389	During the year sand extraction carried out in 15 blocks, for 6 months against three blocks for two months during FY 2022-23.
d) Wind Power generated (lakh KWH)	218.34	232.48	Increase of 14.14 LKWH. Depends on wind velocity
2) Sales			
a) Sale of gold (kgs)	1412.29	1528.00	The sales quantity increased due to increase in gold production
b) Sale of sand (MT)	1597	243938	Sand sales was through online booking by the buyers.
b) Sale of Wind Power (lakh KWH)	218.34	232.48	All the generated units are exported to BESCO.



The Hutti Gold Mines Company Limited

II. Financial parameters			
A. Income			
1) Revenue from Operations			
(i) Sale of gold including silver	77057.67	93333.84	(i) Increase in quantity of gold sales was 115.71 Kgs. Impact on revenue due to increase in sales quantity is Rs.6305.52 lakhs (ii) Increase in average selling price was Rs.651.45 per gram. Impact on revenue due to increase in average selling price is Rs.9954.12 lakhs
(ii) Sale of sand	11.18	1707.57	Sand sales was @700/MT, which is the rate fixed by the Government of Karnataka
(iii) Sale of Wind Power	742.35	790.44	All the generated units are sold to BESCOM at the rate of Rs.3.40/KWH as per PPA.
Total	77811.20	95831.85	
2) Other Income			
(i) Income from investments	4200.52	7417.24	Increase is due to increase in average investment in FDs, margin money & flexi deposits and increase in average rate of interest. During the year average rate of interest was 7.19% against 4.95% earned during previous year. Average investments for the FY 2023-24 in FDs, margin money deposit and flexi deposit was Rs.88359.10 lakhs, against Rs.63406.87 lakhs during previous year
(ii) Sale of Scrap etc.	107.31	448.06	
(iii) Other non-operating Income	754.51	1550.33	Interest on IT refund (+) Rs. 706.19 lakhs
Total	5062.34	9415.63	
Total Income	82873.54	105247.48	
B. Expenditure			
(i) Materials consumed	6045.37	6727.88	Cost of consumption of materials per MT of ore, during the FY 2023-24 works out to Rs.937/- as against Rs.998/- reported during FY 2022-23.
(ii) Employee Benefit Expenses	33678.10	45288.44	Increase in expenses due to (i) Provision for arrears of wage revision of the staff and workers Rs.8332.27 lakhs (ii) Provision for arrears of officers allowances Rs.292.28 (iii) Increase in provision for gratuity and ESS by Rs.1344.98 lakhs



The Hutti Gold Mines Company Limited

			(iv) Increase in provision of PL encashment by Rs.1005.88 lakhs (v) Increase in medical, canteen and welfare expenses by Rs.608.58 lakhs
(iii) Power & Fuel	6718.00	7368.40	The average rate increased by Rs.0.24 per unit and consumption increased by 94.59 lakh units
(iv) Royalty, DMF & NMET	3915.08	5284.61	(i) Royalty, DMF and NMET on gold and silver – Rs.4990.76 lakhs (ii) Royalty and DMF on sand – Rs.293.85 lakhs
(v) Transportation, Repairs & Maintenance, other mining, drilling, sand mining and Windmill operation	3251.73	4847.83	(i) Increase in sand mining expenses due to increase in sand extraction (+) Rs.1602.77lakhs (ii) Diamond drilling expenses (-)232.54 lakhs (iii)Repairs & Maintenance (+)221.41 lakhs
(vi) Other Administrative and Misc. Expenses	1791.37	1814.73	(i) Professional fees and expenses (+)Rs.188.36 lakhs (ii) Afforestation and environment expense (+) Rs.26.11 lakhs (iii)Rates and taxes (-) Rs.241.87 lakhs
(vii) Depreciation and amortization	1851.26	4163.17	Increase is due to capitalisation of circular shaft on 31.3.2023. During current year depreciation on circular shaft and its equipment claimed for the whole year and it was Rs.1982.52 lakhs. Depreciation on capitalisation of plant and machineries at Hutti Rs.152.76 lakhs
(viii) Donations	270.07	454.56	
(ix) CSR	226.69	552.13	
Total Expenditure	57747.67	76501.75	
Inventory changes	(-)1660.15	(-)2732.07	(i) Accretion in value of gold by Rs.2094.58 lakhs. (ii) Accretion in value of silver by Rs.1.86 lakhs. (iii) Accretion in value of gold in process by Rs.220.28 lakhs (iv) Decretion in value of stock of ore by Rs.253.44 lakhs. (v) Accretion in value of sand by Rs.668.80 lakhs
C. Profit Before Tax	26786.02	31477.80	
Provision for tax	7002.50	7532.33	



The Hutti Gold Mines Company Limited

D. Profit After Tax	19783.52	23945.47	
E. Earnings per share (Rs.)	6679.02	8084.12	
F. Book value per share(Rs)	59735.17	66265.96	
G. Segment wise Profitability			1. Segment profitability arrived excluding RO expenses
(i) Gold (Rs./gm)	5450	6101	2. Expenses of Chitradurga Unit, which are directly allocable to windmill have been allocated to wind operation. Other expenses have been apportioned on approximate basis.
a) average selling price	3961	4676	
b) total expenses	1489	1425	
c) profit			
(ii) Wind (Rs./kwh)	3.40	3.40	3. The profit from gold division was Rs.23459.69 lakhs and that of wind mill Rs.215.53 lakhs for the year.
a) selling price	2.59	2.46	
b) total expenses	0.81	0.94	4. Total expenses per gram shown is exclusive of accretion/decretion to ore stock
c) profit			
H. Transfer to Reserves	2700.00	3150.00	

3. Future Outlook

India is the second largest consumers of gold next only to China. The production of gold by HGML will meet just ½ % of gold demand in India. There is a huge scope of opening up of gold sector in India.

But, the gold prices in India are dependent on the ruling international gold prices and vary based on changes in the global economic factors. As the production of gold by HGML is very minimal compared to a total demand and supply position of gold, the external factors will affect its operations only in case of substantial fall in gold prices from the present level. Your Company has a regular review of movement in gold prices and will take suitable/needful actions to sustain its operations including cost reduction measures, in case of adverse movements in the market.

4. Dividend

Your Board of Directors has recommended a dividend at the rate of 2425.24% on Paid up Equity Capital, amounting to Rs.7183.65 lakhs, subject to approval of the Members at the Annual General Meeting. During the year the amount transferred to General Reserve is 10% amounting to Rs 31.50 Crores. The dividend lying unclaimed for a period of seven years is required to be transferred to the Investor Education and Protection Fund as per the provisions of Section of 124 of Companies Act, 2013. As on 31st March, 2024, Unclaimed Dividend amounting to Rs.43.31 Lakhs has not been claimed and the same will be remitted to the Central Government on the respective due dates.

Your Board has reviewed the status of the Equity Shares of the Company which are not listed on any Stock Exchanges, leading to a situation of there being no liquidity for any Shareholders to exit and encash their holdings. Certain Shareholders who have been with the Company for a very long time as Shareholders had requested the Company to provide options including Initial Public Offer (IPO) or such other modes. Your Board carefully has considered such requests and will suitably facilitate Buyback of Equity Shares from the Shareholders as per the Companies Act, 2013.



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5. Directors and Key Managerial Personnel

During the year, the following changes have been made in respect of the Directors:

Sl. No	Name	Date of Appointment	Date of Cessation	Nature of appointment
1.	Sri Manappa D Vajjal, Ex-MLA	24.11.2020	22.05.2023	Chairman
2.	Sri Pankaj Kumar Pandey, IAS	30.05.2023	14.06.2023	Chairman
3.	Sri S S Mallikarjun, Mines Minister	14.06.2023	29.01.2024	Chairman
4.	Sri J T Patil, MLA	29.01.2024	-	Chairman
5.	Sri Sanjay B Shettenavar, IAS	15.11.2022	29.08.2024	Managing Director
6.	Smt R Shilpa, KAS	28.08.2024	-	Managing Director
7.	Dr. Ekroop Caur, IAS	05.09.2019	29.08.2023	Director
8.	Dr P C Jaffer, IAS	29.08.2023	-	Director
9.	Sri Kudligere S Halesh	16.10.2020	22.05.2023	Director
10.	Sri Srinivasraj Desai	30.11.2020	22.05.2023	Director
11.	Dr. Prabhakar Sangoormath	23.03.2021	22.05.2023	Director
12.	Sri Pankaj Kumar Pandey, IAS	31.05.2021	17.06.2023	Director
13.	Dr Richard Vincent D'Souza, IAS	17.06.2023	19.07.2024	Director
14.	Sri Vipul Bansal, IAS	19.07.2024	-	
15.	Sri Srikar Sridhar Mysore, IAS	22.06.2022	25.05.2023	Director
16.	Sri Jayaram N. IAS	25.05.2023	22.02.2024	Director
17.	Dr. K V Thrilok Chandra, IAS	22.02.2024	-	
18.	Smt. Vinothpriya Ramaiah, IAS	27.07.2022	15.09.2023	Director
19.	Sri Jayavibhavaswamy, IAS	15.09.2023	-	Director
20.	Dr. Mamballi Rajaratnam Ravi, IAS	15.02.2022	22.02.2024	Director
21.	Dr. B C Sateesha	22.02.2024	-	Director
22.	Smt Khushboo G Chowdhary, IAS			
23.	Sri. Gautham Bagadi, IAS	22.11.2022	15.09.2023	Director
24.	Sri Girish R. IAS	15.09.2023	-	Director

Your Board places on record its deep appreciation for the services rendered by all the outgoing Directors and other Key Managerial Personnel.

6. Directors' Responsibility Statement:

In compliance with Section 134 (5) of Companies Act, 2013, the Directors state that:

- in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;



The Hutti Gold Mines Company Limited

- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a 'going concern' basis.
- (e) the directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively.
- (f) the directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

7. Auditors

(i) Statutory Audit

Your Company being a Government Company, the Statutory Auditors to audit the accounts of the Company are appointed by the Comptroller and Auditor General of India under Section 139 of the Companies Act, 2013.

Accordingly, Messrs P.K.Rungta & Co., Chartered Accountants, Bangalore were appointed as the Statutory Auditors for the FY 2023-24. The Auditors Report for the year ended 31.03.2024 is annexed herewith as **Annexure-I**.

Suitable explanations have been furnished to the views expressed by the Statutory Auditors.

(ii) Supplementary Audit

The Accountant General of Karnataka has conducted Supplementary Audit on the accounts of the Company for the year ended 31.03.2024 as per the provisions of Section 143 (6) (b) of the Companies Act, 2013. The report of the CAG is yet to be received and will be annexed as **Annexure-II** forming part of this report.

(iii) Secretarial Audit

As per the provisions of Section, 204, of the Companies Act, 2013, the Board has appointed CS Vishwanathan, Company Secretary as Secretarial Auditors for FY 2023-24. The Secretarial Auditors Report for FY 2023-24 is received and will be annexed to this Report as **Annexure-III**.

In respect of the comments made by the Secretarial Auditors, necessary explanations have been furnished by the Board.



The Hutti Gold Mines Company Limited

(iv) Internal Audit

The Internal Auditors Messrs. Lodha Bhat & Co., Chartered Accountants, Bangalore have undertaken internal audit as per the provisions of Section 138 of the Companies Act, 2013 at periodical intervals and the same were reviewed at the level of Audit Committee and the Board from time to time.

(v) Cost Audit

The provisions of Section 148 of the Companies Act, 2013 do not apply to the Company.

8. Adequacy of Internal Financial Controls

The Company has in place adequate internal Financial Controls with reference to Financial Statements and the same were adequate and operating effectively.

9. Presentation of Financial Statements

The Financial Statements of the Company for the year ended 31st March, 2024 have been prepared in accordance with Indian Accounting Standards (Ind AS) on going concern basis under the historical cost convention on the accrual basis of accounting and the relevant provisions prescribed in the Companies Act, 2013, besides the pronouncements/guidelines of the Institute of Chartered Accountants of India. 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 Cash flow statement for FY 2023-24 is attached forming part of the Balance Sheet.

10. Secretarial Standards of ICSI

Pursuant to the approval from the Ministry of Corporate Affairs, the Institute of Company Secretaries of India (ICSI) has notified the Secretarial Standards on both the Meetings of the Board of Directors and the General Meetings to be effective from 1st July, 2015. The Company is complying with the same.

11. Declaration on meeting the criteria of Independence as per the Companies Act, 2013

Since, all the Directors are appointed by the Government of Karnataka, Majority Shareholders of the Company, declaration of Independence is not required to be obtained.

12. Company's Policy on Directors Appointment and Remuneration

All Directors are appointed by the Government of Karnataka, Majority Shareholders of the Company. Therefore, no separate policy on Directors' appointment and remuneration is adopted by the Company.



The Hutti Gold Mines Company Limited

13. Risk Management Policy

The mining operations particularly in underground areas are considered one of the most hazardous activities. The management has formulated safety management plan to ensure safety of men and equipment as per the guidelines issued by the Directorate General of Mines Safety. The Tripartite meeting between the Management, Union and Director General of Mines Safety is held every year, where, amongst others, safety measures are discussed and remedial measures introduced immediately thereafter. It is proposed to integrate the output parameters on existing incidents monitoring system. Periodical consultations are made with Employees and Union in the matters relating to safety, health and safe handling/use of explosives and chemicals and other substances, besides adequate trainings being conducted in the matter of maintaining safe and healthy working conditions in HGML.

14. Environment Management Policy

The Company follows integration of environmental, social and economic considerations into decision – making and management, consistent with the objectives of sustainable development as under;

- Compliance with all statutory requirements.
- A continually improving environmental excellence with safer working environment.
- Openness, transparency, and improved accountability through environmental performance by engaging with the community.

15. Responsibilities

The day-to-day affairs of the Company are vested with the Board of Directors. Managing Director is the Chief Executive Officer (CEO) of the Company, who is assisted by other Senior Officers in managing the day- to-day affairs. All the major policy decisions are taken with the approval of the Board. Your Board of Directors are required to comply with the directives and other instructions issued by Government of Karnataka and Shareholders from time to time. Your Board of Directors represent the interests of the Company, the Government of Karnataka and the Shareholders, in optimizing long term value by formulating policies, plans, long term strategies, guidance, advice and timely implementation of plans. The composition of Board is a mixture of management, administration, financial and technical expertise.

16. Disclosures

a) Audit Committee

The Audit Committee as at present consists of three (3) Directors as under:

1) Sri Vipul Bansal, IAS	-	Chairman
2) Sri Jayavibhavaswamy, IAS	-	Member
3) Smt R. Shilpa, KAS	-	Member



The Hutti Gold Mines Company Limited

The Committee will meet periodically to transact business in terms of business referred by the Board as per the provisions of Section 177 of the Companies Act, 2013.

b) CSR Committee

The CSR Committee as at present consists of three (3) Directors as under:

1) Sri Vipul Bansal, IAS	-	Chairman
2) Sri Jayavibhavaswamy, IAS	-	Member
3) Smt R. Shilpa, KAS	-	Member

c) Corporate Social Responsibility

The Committee has formulated and recommended to Board, a CSR policy indicating the activities to be undertaken by the Company which have been approved by the Board. During the year, the Company has earmarked 450.00 Lakhs towards CSR activities, based on the 2% of the average profits of previous three years of Rs.418.98 Lakhs as per the provisions of Section 135 of the Companies Act, 2013. The focus areas of the Company for utilizing the earmarked CSR funds are in accordance with Schedule-VII of the Act, read with the Company Policy thereon. The Policy may be accessed on Company's website :<https://huttigold.karnataka.gov.in/>. The disclosure as per rule 9 of the Company's (CSR) Rules, 2014 on CSR activities is annexed herewith as **Annexure-IV** and forms an integral part of this Board's Report.

d) Board Meetings

The Meetings of the Board are held at regular intervals with a time gap of not more than 120 days between two consecutive Meetings. Additional Meetings of the Board of Directors are held when necessary. During the year under review two (2) meetings were held on 26.05.2023 & 20.09.2023.

Agenda and notes there on for the Meeting were circulated to the Directors in advance. Minutes of the Meetings of the Board of Directors are circulated and maintained according to the provisions of Secretarial Standards and the Companies Act, 2013.

e) Particulars of loans given, investments made, guarantees given and securities provided: -

Nil.

f) Energy conservation, technology absorption and foreign exchange earnings and outgo:

The particulars relating to Energy conservation, technology absorption and foreign exchange earnings and outgo as required to be disclosed under the Act are provided in **Annexure-V** to this report.



The Hutti Gold Mines Company Limited

g) Annual Return

As required under Section 92(3) of the Companies Act, 2013 and rule 12 of the Companies (Management and Administration) Rules, 2014 read with Companies Amendment Act, 2020, an annual return in MGT-7 (**Annexure-VI**) is placed in the website of the Company i.e. <https://huttigold.karnataka.gov.in/>

h) Particulars of employees and related disclosures

None of the employees of the Company are covered for required disclosures in terms of Section 197 of the Companies Act, 2013 and rules thereunder.

i) Corporate Governance

As the shares of the Company are unlisted, the standards on Corporate Governance as set out by SEBI, are not applicable. Similarly, business responsibility statement and management discussion and analysis reports are also not applicable.

j) Consolidated Financial Statement

As the Company has no subsidiaries, joint ventures and associate companies, the relevant provisions of the Companies Act read with related Accounting Standards are not applicable.

k) Vigil Mechanism

The vigilance mechanism policy is in force in the Company.

l) Other General Disclosures

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Details relating to fixed deposits covered under Chapter V of the Act.
2. Issue of equity shares with differential rights as to dividend, voting or otherwise.
3. Issue of shares (including sweat equity shares) to employees of the Company.
4. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
5. During the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.



The Hutti Gold Mines Company Limited

6. There are no offences of fraud reported by the Auditor/s during the year.
7. There are no related party transactions during the year in terms of Section 188 of the Companies Act, 2013.
8. There are no material changes or commitments affecting the financial position of the Company between the end of the financial year to the date of this report.
9. The company is looking to improve its vendor base under MSME category in the procurement of goods and services. The details required to be furnished in terms of Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) will be furnished at appropriate time.
10. There has been no change in the nature of business for the year under review.
11. There is no change in the share capital of the Company. The transfers of shares are effected as applicable.
12. The details as required under Section 67 (3) of the Companies Act, 2013 in respect of any scheme of provision of money for purchase of own share by the employees or by the Trustees for the benefit of employees are not applicable to the Company.
13. The disclosure with respect to demat suspense account / unclaimed suspense account as provided in part-F of schedule V of the listing regulations is not applicable to the company.
14. The requirements as to its own formal annual evaluation of the Board and its committees are not applicable as the paid up capital of the Company is Rs.2.96 cr.is less than the required level of Rs.25.00 cr. and all the Directors are appointed by the Government of Karnataka.
15. As the shares of the Company are unlisted the compliance to Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, in respect of Business Responsibility statement is not applicable to the Company.
16. The details as regards to deviation / variation in use of proceeds of an issue as per regulation 32 (4) of the listing regulations is not applicable to us.
17. The disclosure as regards to Rule 5 of the Companies (Appointment and Remuneration of Managerial personnel) Rules 2014 are not applicable to the Company.
18. The disclosure note as regards to the employee stock option / purchase scheme is not applicable to the company.



The Hutti Gold Mines Company Limited

19. There is no Nomination and Remuneration Committee as all the Directors of the Company are appointed by the Government of Karnataka. Similarly Stakeholders Relationship Committee is not formed as the Company has only 101 shareholders as against to the requirement of more than 1000 shareholders.

17. Manpower:

The total man power as on 31.03.2024 is 3704. The break-up of employees on 31.03.2024 is given below:

Particulars	Total	SC	Percentage	ST	Percentage
Officers	157	29	19%	15	10%
Ministerial Staff	215	53	25%	14	7%
Supervisory Staff	442	105	24%	36	8%
Others	2890	743	26%	448	16%
Total	3704	930	25%	513	14%

18. Right to Information Act (RTI)

As a Government Undertaking, your Company has taken necessary action to comply with provisions of Right to Information Act (RTI) 2005. During the year under report, your Company received 177 applications out of that 138 applications have been disposed of and 39 were pending as on 31.03.2024.

19. Projects under Implementation

(Rs. in Crores.)

Sl. No.	Projects	Cost Estimates
1.	2 Nos. of 50 TPH Ball Mills at Hutti	59.40
2.	Implementation of ERP	8.64

20. Chitradurga Gold Unit

The Government of Karnataka had leased 38.04 Hects. of land to the Company for mining operations at Ajjanahalli, Tumkur District. The Company started its mining operations in 1995, but the same was stopped in 2002 as the operations were not viable due to uneconomical and un-oxidized grade of gold ore in this area. However, it is proposed to revive the operations, if found viable, after processing the existing stock of 2,64,000 MTs of low grade gold ore lying at Ajjanahalli, 75 kms away from Ingaldhal. Accordingly, the Company is pursuing various clearances both at the State and Central Governments.

21. Reservation and Renewal of Leases

a) Reservation of lease areas:

Total of 67 Application made under 17(A)(2A) of MMDR Act for exploration and mining of gold in the Hutti-Maski Schist Belt and other areas of Karnataka.

b) Deemed Extension of lease areas as per MM(D&R) Amendment ACT, 2015:

There are 3 mining applications with 685.81 Ha of land which are at final stages of approval at Government level.



The Hutti Gold Mines Company Limited

22. Event Based Disclosures:

There were no such events during the year to disclose under this Section.

23. Fraud Reporting (Required by Companies Amendment Bill, 2014):

There was no report of embezzlement of money during the year.

24. Revision of financial statement or the Report:

As per the Secretarial Standards-4 in case the company has revised its financial statement or the Report in respect of any of the three preceding financial years either voluntarily or pursuant to the order of a judicial authority, the detailed reasons for such revision shall be disclosed in the Report of the year as well as in the Report of the relevant financial year in which such revision is made.

In your Company there is no revision of Financial Statement took place in any of the three preceding financial years under consideration.

25. Corporate Insolvency Resolution process initiated under the Insolvency and Bankruptcy Code, 2016 (IBC):

There is no such process initiated during the year, therefore said clause is not applicable to the Company.

26. Failure to Implement any Corporate Action:

There were no such events took place during the year under consideration.

27. Credit Rating of Securities:

Your Company has not obtained any rating from the credit rating agency for the securities during the year. Therefore, the said clause is not applicable to the Company.

28. Acknowledgements

Your Directors are grateful to the Government of India (including Ministries of Mines, Environment and Labour), Government of Karnataka, Karnataka State Pollution Control Board, Director General of Mines Safety, comptroller and Auditor General of India, Statutory Auditors, Internal Auditors, Legal Advisors, Consultants, Bankers, Insurers, Shareholders, Customers, Suppliers and all others associated with the Company for their continued valuable guidance, advice, co-operation and timely support. Your Directors also wish to place on record the in appreciation for the un-stinted co-operation and support extended by all the employees and officers in achieving the performance of your Company during the year.

For and on behalf of the Board

(J T Patil)
Chairman
DIN: 00535538

Bengaluru
Date :



**REVISED INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF THE HUTTI GOLD MINES COMPANY LIMITED**

Report on the Standalone Financial Statements

Qualified Opinion

We have audited the accompanying INDAS financial statements of **THE HUTTI GOLD MINES COMPANY LIMITED** ('the Company') which comprise the Balance Sheet as at 31 March 2024, the statement of Profit and Loss including Comprehensive income, the Cash Flow statement, notes to IND AS financial statements, the Statement of Changes in Equity for the year then ended, a summary of Material Accounting Policy Information and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the basis for qualified opinion section of our report, the aforesaid financial statements give the information required by the Companies Act 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and its profit, total comprehensive income, the changes in equity and cash flows for the year ended as on that date.

This report supersedes our Independent Auditor's Report dated 10.09.2024 on the financial statements of the Company for the year ended 31st March 2024, which has been revised in the light of observations arising from the audit by Comptroller & Auditor General of India.

Basis for Qualified opinion

- 1) The Company has not obtained balance confirmation from Trade payables Rs. 1438.59 Lakhs (Note.20), Capital creditors Rs. 4319.72 Lakhs (Note.21), Trade/security deposits Rs. 3768.73 Lakhs (Note.22) and Creditors for expenses Rs. 5704.08 Lakhs (Note.22) as on 31.03.2024. Due to lack of audit evidence with respect to the above, we are unable to comment on the accuracy and the impact if any on the IND AS financial statements.
- 2) Company has spent Rs. 65.49 lakhs towards installation of captive Gold Refinery plant and had a trial run of refinery plant during 2018-19. The plant could not be commissioned due to technical problems. The expert / consultant appointed by the company has reported that the plant is not feasible and viable to continue refining of Gold bars economically. The Plant is neither capitalized nor depreciated and the amount is held as CWIP as on the Balance Sheet date.

Impact in the financials: Profit has been overstated by Rs.65.49 Lakhs.





- 3) The Company has not obtained any written confirmation regarding receivable of Rs.100 Lakhs from Suvarna Arogya Suraksha Trust (SAST) and the same is outstanding since November 2021. As the amount has been pending recovery for more than 03 years, recovery of the same is doubtful and necessary provision is not made in the financial statements.
- 4) The approval date of the financial statements and Authority approving the same have not been disclosed in the Notes as per IND AS 10.
- 5) The Company has not prepared the Aging Schedule and completion overdue for Intangible Assets under Development has not been disclosed as per Schedule III of the Companies Act 2013.
- 6) The aging schedule for Trade payable Note No.35 (22) does not match the face of the Balance sheet and Note No.20-Trade Payables in Notes to the accounts.
- 7) Intangible Assets Under Development (Note No.5) has been included in the aging schedule (Note No.35(8a) of CWIP (Note No.3) and no separate disclosure for the aging schedule for Intangible Assets Under Development is provided.

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

Emphasis of the matter

- a. We draw attention to Note. 35(2) (b1 to b8) to the IND AS financial statements, which discloses the contingent liability of prior year demands of Rs. 4766.28 lakhs with respect to income tax, excise, service tax matters, majority of which are pending for a substantial period and contested by the Company.





b. Our Opinion is not modified.

Key audit matters

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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the board's report including annexures to board's report, business responsibility report but does not include the financial statements and our auditor's report thereon.

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

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

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

Responsibilities of Management's and Those Charged with Governance for the Financial Statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act.





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

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

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

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

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





- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with those charged with governance, we also determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare





circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

As required by the **Companies (Auditor's Report) Order, 2020 ("the Order")**, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

As required by section 143(5) of the Companies Act, 2013, we give in "**Annexure C**", a statement on directions/ sub directions issued by the Comptroller and Auditor General of India.

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

- (a) Except for the effects of the matter described in the basis for qualified opinion paragraph above, we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) Except for the effects of the matter described in the basis for qualified opinion paragraph above, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The balance sheet, the statement of profit and loss, the cash flow statement 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 financial statements comply with the IND AS specified under section 133 of the Act, read with Companies (Indian Accounting Standard) Rules, 2015, as amended;
- (e) The matters described in the basis for qualified opinion paragraph above, in our opinion, may not have an adverse effect on the functioning of the Company.
- (f) Disqualification of directors stated under section 164(2) of the Act is not applicable to a Government Company as per notification no. GSR 463(E) of the Ministry of Corporate Affairs dated 05/06/2015.





- (g) The qualification relating to maintenance of accounts and other matters connected therewith are as stated in the basis for qualified opinion paragraph above.
- (h) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B".
- (i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its IND AS financial statements vide Note no 35 (2) (iii)(a) & 35 (2)(b)
 - ii. The Company did not have any long-term contracts including derivate contracts for which there were any material foreseeable losses
 - iii. There has been no delay in transferring amount that is required to be transferred, to the Investor Education and Protection Fund by the Company.
 - 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





P.K. RUNGTA & CO.
CHARTERED ACCOUNTANTS

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E-mail : capkrungta@gmail.com
Firm Registration No.: 003498S

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. The dividend declared or paid during the year by the Company is in compliance with section 123 of the Companies Act 2013 as applicable.
- vi. With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us, the limit prescribed by section 197 for maximum permissible managerial remuneration is not applicable to the Company vide notifications no. GSR. 463 (E) dated 05.06.2016.
- vii. Based on our examination, which included test checks, the Company has used accounting softwares for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.
- As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For P.K. RUNGTA & CO.,
Chartered Accountants
(Firm's Registration No.003498S)

CA. ASHISH RUNGTA
Partner
Membership No. 236749



Place of Signature: Bengaluru
Date: 05.12.2024
UDIN: 24236749BKEHXB5983

Annexure -A

Annexure A referred to in our report on the financial statements of **THE HUTTI GOLD MINES COMPANY LIMITED** for the year ended March 31, 2024.

According to the information and explanations given to us and based on the books and records examined by us and to the best of our knowledge and belief, we report as under:

- i. a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment
(B) The Company has maintained proper records showing full particulars of intangible assets.
- b) According to the information and explanation given to us, the property, plant and equipment have been physically verified by the management during the year which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable property are in the name of the Company.
- d) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not revalued all of its Property, plant, and equipment and Intangible assets during the year.
- e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. In respect of its inventories:
 - a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, Inventory of the Company has been physically verified during the year by the management at regular intervals and the procedures of physical verification of inventories followed by the management reasonable and adequate in relation to the size of the Company and nature of this business.



- 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 working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. Hence, paragraph 3 clause (ii)(b) of the Order is not applicable to the Company.
- iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investments, provided guarantee or security, or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. Hence paragraph 3 clause (iii)(a)(b)(c)(d)(e)(f) of the Order is not applicable to the Company
- iv. The Company has not given loans, guarantees or securities or made investments to which the provisions of section 185 and 186 of the Companies Act, 2013 apply. Hence, paragraph 3 clause (iv) of the Order is not applicable to the Company.
- v. The Company has not accepted any deposits to which the provisions of Section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, and the directives issued by the Reserve Bank of India are applicable. Hence paragraph 3 clause (v) of the Order is not applicable to the Company.
- vi. In our opinion and according to the information and explanations given to us the provisions of sub section (1) of Section 148 of the Companies Act, 2013 with regard to maintenance of cost records are not applicable to the Company. Accordingly, paragraph 3 clause (vi) of the Order is not applicable to the Company.
- vii. In respect of statutory dues:
- (a) According to the information and explanations given to us and on the basis of our examination of the books of accounts and records, the Company has been generally regular in depositing the undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Goods & Services Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Goods & Service Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and other statutory dues were outstanding as at March 31, 2024 for a period of more than six



months from the date they became payable.

- (b) According to information and explanations given to us, the following dues towards Income Tax, Service tax and Duty of Excise dues which have not been deposited by the Company on account of disputes are as under:

Sl. No	NAME OF THE STATUES	NATURE OF DUES	FORUM WHERE DISPUTE IS PENDING	AMOUNT (Rs. in Lakhs)	REMARKS
1	2	3	4	5	6
1	Income Tax Act	Income Tax for a) A.Y 2010-11 b) A.Y 2017-18 c) A.Y 2018-19 d) A.Y 2020-21	Hon'ble High Court of Karnataka, Commissioner of Income Tax (Appeals) Commissioner of Income Tax (Appeals) Commissioner of Income Tax (Appeals)	a) 776.00 b) 256.23 c) 24.3 d) 16.43	Appeal by the revenue.
2	The Service Tax Act	a) Disallowing certain Cenvat credits for the period from 2012-2014 b) Penalty	Commissioner of Central Excise (Appeals), Belgaum	a) 93.32 b) 50.88	The case is pending before CESTAT
3	The Service Tax Act	Disallowing CENVAT credit availed by the Company	Commissioner of Central Excise, Belgaum	258.48	The Company filed its reply on 30/1/2017. Case hearing is completed during February 2017 and reserved for the orders.



		on services availed for construction of circular shaft for the period from July 2014 to December 2015			
4	The Central Excise Act	Disallowance of concessional rate of Excise Duty paid by the company on sale of bullion for period from 01/07/2012 to 30/06/2017	Commissioner of Central Tax and Central Excise	2,440.73 Plus applicable interest.	The Company has filed the appeal before the Hon'ble High Court of Karnataka at Dharwad Vide FRN No.100010/24 dated 12.09.2024 and paid the duty amount under protest.
5	The Service Tax Act	Disallowance of CENVAT credit availed by the Company on services availed for construction of circular shaft for the period from Jan 2016 to June 2017.	Additional Commissioner of Central Excise, Belgaum	183.96	The Company has filed its Reply to SCN. The case is pending for hearing.
6	The Central Goods and Services Act, 2017	Disallowance of CENVAT credit availed by the Company through	Assistant Commissioner of Central Tax	24.22	The Company has filed its reply, pending final verdict.



		FORM TRAN-1.			
7	The Central Goods and Services Act, 2017	GST on Royalty, DMF and NMET	The High Court of Karnataka, Dharwad Bench	641.73	The Company has filed a writ petition, pending final verdict.

- viii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961
- ix. According to the information and explanations given to us and on the basis of our examinations of records, the Company does not have loans or other borrowings from any lenders, therefore, paragraph 3 clause (ix) (a)(b)(c)(d)(e)(f) of the order is not applicable to the Company.
- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under para 3 clause (x)(a) of the Order is not applicable.
- (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under para 3 clause (x)(b) of the Order is not applicable.
- xi. (a) According to the information and explanations given to us, no fraud by the Company or fraud on the Company by its officers or employees has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) According to the information and explanations given to us, the Company has not received any whistle blower complaints.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3 clause (xii) of the Order is not applicable to the Company.
- xiii. Based upon the audit procedures performed and according to the information and explanations given to us, all transactions with related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the IND AS Financial statements etc. as required by the applicable Accounting Standards.



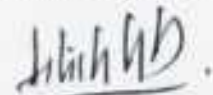
- xiv. (a) Based on information and explanations provided to us and in our opinion, the company has an internal audit system commensurate with the size and nature of its business.
- (b) We have considered the internal audit report of the Company issued till date for the period under audit.
- xv. According to the information and explanations given to us and on the basis of our examination of records, the Company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 clause (xv) of the Order is not applicable to the Company.
- xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly, paragraph 3 clause (xvi) (a) of the Order is not applicable to the Company.
- (b) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly, paragraph 3 clause (xvi) (b) of the Order is not applicable to the Company.
- (c) According to the information and explanations given to us and on the basis of our examination of records, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and accordingly paragraph 3 clause (xvi) (c) of the Order is not applicable to the Company.
- (d) According to the information and explanations given to us and on the basis of our examination of records, the Group does not have any CIC. Accordingly, paragraph 3 clause (xvi) (d) of the Order is not applicable to the Company.
- xvii. The Company has not incurred cash losses in the current and immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year. Accordingly, clause 3(xviii) of the Order is not applicable.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements 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.

- xx. a) In our opinion and according to the information and explanations given to us, the Company has not obtained utilization certificate and FORM CSR-1 from ongoing projects beneficiary relating to CSR expenses of the year. As there have been cases of non-obtainment of utilization certificates in previous years also, we are unable to quantify with certainty the amount of shortfall that may have occurred on amount payable towards CSR expenditure of the year. Therefore, we are unable to comment whether there is unspent amount under sub-section (5) of Section 135 of the Companies Act, 2013 pursuant to any ongoing project or other than ongoing project for the financial year covered by our audit.

For P.K. RUNGTA & CO,
Chartered Accountants
(Firm's Registration No.0034985)



CA. ASHISH RUNGTA
Partner
Membership No. 236749



Place of Signature: Bengaluru
Date: 05.12.2024

Annexure B referred to in our Auditor's report to the members of The Hutti Gold Mines Company Limited ("the Company") for the year ended 31st March, 2024

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

We have audited the internal financial controls over financial reporting of **THE HUTTI GOLD MINES COMPANY LIMITED** ("the Company") as of March 31, 2024 in conjunction with our audit of the IND AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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



Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting.

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

Qualified Opinion.

Except for matters stated below wherein weakness are observed on adequacy of internal financial controls over financial reporting, in our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

- i) The Company has not obtained balance confirmation from Trade payables Rs. 1438.59 Lakhs (Note.20), Capital creditors Rs. 4319.72 Lakhs (Note.21), Trade/security deposits Rs. 3768.73 Lakhs (Note.22) and Creditors for expenses Rs. 5704.08 Lakhs (Note.22) as on 31.03.2024. This indicates absence of proper monitoring and reconciliation on timely basis of the aforesaid balances.

For P.K. RUNGTA & CO,
Chartered Accountants
(Firm's Registration No.0034985)


CA. ASHISH RUNGTA
Partner
Membership No. 236749



Place of Signature: Bengaluru
Date: 05.12.2024

Annexure C:

Directions under section 143(5) of Companies Act 2013:

Sl.No	Directions	Compliance
1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	<p>Except as given in Note.1 below, there is a system in place to process all the accounting transactions through IT system. However, separate software's are used for different processes such as Human resources, Costing, Inventory and Fixed Assets. This may lead to data redundancy and incorrect inputs which flow from one process to another.</p> <p>Therefore, for better control, an integrated software covering all the processes with seamless flow of data may be implemented.</p> <p>Note.1 - With respect to accounting of employee leaves, the leave accounting is still manual and therefore could be brought under IT system. In the absence of adequate information, we are unable to quantify the impact on financial statements if any.</p>
2	Whether there is any restructuring of an existing loan or cases of waiver/write off to debts/loans/ interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a Government Company, then this direction is also applicable for statutory auditor of lender company).	<p>i) There are no loans availed by the Company.</p> <p>ii) There are no cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the loan.</p> <p>iii) There are no cases of waiver/write off of debts/loans/interest etc. made by the Company to other individuals/entity during the year.</p>
3	Whether funds (grants/subsidy etc.) received/ receivable for specific schemes from Central/ State Government or its agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.	There were no Grants/ subsidies received for specific schemes from Central/State Government or its agencies.



Additional Company Specific Directions:

Sl.No	Directions	Compliance
A	All items with regard to Cash and Bank balances as per Annexure-1 shall be verified and the cases of specific non-compliances to be reported. Details of unexplained balances/balances operated under suspense head may also be examined.	As per Annexure – D(1)
B	Whether the Company has an effective system to deal with misappropriation/fraud cases and whether the losses, if any, were properly accounted for in the books of account? It may also be commented upon as to whether the Company has any unexplained balances and accounts operated under Suspense head.	YES, The Company has an effective system to deal with misappropriation/fraud cases.
C	Whether the company has an approved mine closure plan for rehabilitation activities and the provision thereof is adequate?	Yes. The Company has an approved mine closure plan and rehabilitation plan which is approved by Indian Bureau of Mines, Bangalore vide letter No 279/356/92/BNG dated 28/03/2023 which is valid for a period of 5 years (2023-24 to 2027-28)
D	Whether the Company had obtained the requisite statutory compliances that was required under mining and environmental rules and regulations and has taken steps to reduce the adverse impact on environment as per established norms?	Yes, the Company has obtained environmental clearance vide letter No. J-11015/13/2003.IA.11/M/dated 17-11-2004 As per the statutory requirement, the Company has obtained Environmental Clearance (EC) as per Environment Impact Assessment (EIA) – 2006. The process of obtaining Environmental Clearance as per Environment Impact Assessment (EIA) – 2006 and for enhanced production is under progress.
E	Whether the Company has surrendered discontinued mines, else the payment of corresponding dead rent there against may be verified.	As per the information and explanation received, the company does not have disbanded and discontinued mines. The Company was awarded 9 mining leases, 7 for gold mining and 2 for copper mining. Out of those 9 Mining Leases, 3 mining leases are for gold mineralization at Hutti-Maski Schist Belt which are operational and royalty is being paid. The rest of the mining leases are not operational for which the dead rent is being paid



Annexure – D (1)

Sl. No	Items in Check list	Remarks
1	Whether all Banks Accounts/Fixed Deposits have been opened with banks/ proper authorization and approvals as per the aforesaid delegation of powers?	Yes
2	Whether there was a periodical system of preparation of Bank reconciliation statement and whether they were produced for verification to audit?	Yes
3	Whether Bank reconciliation of the Main account and all subsidiary bank ac- counts were done?	Yes
4	Was the authorization to operate the bank accounts were given to a single signatory?	No
5	Whether the interest for the entire duration of Fixed Deposits was accounted in the books of accounts?	Yes
6	Whether physical verification of cash has taken place periodically?	Yes
7	Whether the cash in hand as shown in the Balance Sheet tallies with the certificate of physical verification of cash?	Yes
8	Is there a register of Fixed Deposits showing amounts, maturity dates, rates of interest and dates for payment of interest?	Yes
9.	Is there a follow-up system to ensure that interest on Fixed Deposits is received on due dates?	Yes
10.	Is there a follow-up system to ensure that transfer of matured amount of Fixed Deposits is done without any delay?	Yes
11.	Whether bank confirmation statements are obtained periodically from the banks for all accounts: SB accounts, Current Accounts and Fixed deposits?	Yes
12.	Whether confirmations of balances in respect of all bank balances tally with the Bank statements?	Yes
13.	Whether Fixed Deposits and interests as per Fixed Deposits Register tally with the confirmation/certificate issued by the bank?	Yes, fixed deposits and interests as per Fixed deposit register tally with the confirmation certificate issued by the Bank.
14	Whether the confirmation statements received from banks are authenticated and in the letter head by the bank?	Yes




15	In case of any difference observed in the above check, whether the same was adjusted in the subsequent year?	NA
16	Whether external confirmations were obtained from Banks in the test checked cases, if so details thereof with.	Yes. External confirmations were received from various Bank. Details of few test checked cases are given below.

Sl.no	Bank Name	Account Number	Amount (Rs.)
1	IDFC First Bank	10147959001	172,86,63,404.00
2	Axis Bank	923020072739253	5,85,009.80
3	Canara Bank	04761010000885	2,83,951.04
4	Canara Bank	120000965090	17,85,763.40
5	Canara Bank	04763210000010	45,38,186.06
6	Canara Bank	121000001043	12,59,629.46
7	Canara Bank	47610100005716	6,82,508.00
8	Canara Bank	04761010003972	1,87,684.84
9	Canara Bank	04761010004188	1,37,728.40
10	Canara Bank	04761010004395	1,27,865.52
11	Canara Bank	18063070000024	3,25,69,191.00



17.	Whether any of the aforesaid lapses were brought out in the Report of the Internal Financial controls by the Statutory Auditor, if not, whether Audit Enquiry was issued?	NA
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For P.K. RUNGTA & CO,
Chartered Accountants
(Firm's Registration No.003498S)



CA. ASHISH RUNGTA
Partner
Membership No. 236749



Place of Signature: Bengaluru
Date: 05.12.2024

Replies to the Independent Auditor's Report

Sl.No.	Qualified opinion of the Auditor	Replies of the Company
1	<p>The Company has not obtained balance confirmation from Trade payables Rs. 1438.59 Lakhs (Note.20), Capital creditors Rs. 4319.72 lakhs (Note.21), Trade/security deposits Rs. 3768.73 Lakhs (Note.22) and Creditors for expenses Rs. 5704.08 Lakhs (Note.22) as on 31.03.2024. Due to lack of audit evidence with respect to the above, we are unable to comment on the accuracy and the impact if any on the IND AS financial statements.</p>	<p>Company has sent letters seeking confirmations from most of vendors / contractors and requested to send the confirmations directly to the Company's Statutory Auditors, but confirmations have not been received.</p> <p>In case of trade payable and capital creditors, the outstanding bills and its subsequent settlement were readily available for audit verification. The trade payable was inclusive of provision towards goods in transit and details/schedule of which was made available for audit. The bills, Goods receipt notes, purchase vouchers and payment vouchers for settlement of these bills were also readily available for audit verification.</p> <p>The trade / security deposits are the EMD/SD amounts, and documents for receipts of EMD and bills for recovery of SD and its subsequent settlement on completion works/contracts were readily available for audit verification.</p> <p>Sundry creditors for expenses includes outstanding bills towards power consumption, salary payable, EPF (Loan) refundable, outstanding various expenses etc.,. Obtaining confirmation for this type of outstanding may not be feasible. However the company has the schedules, bills, records, working sheets, estimates and other documentary evidences for these provisions and subsequent payment details for audit verification.</p>
2	<p>Company has spent Rs.65.49 lakhs towards installation of captive Gold Refinery plant and had a trial run of refinery plant during 2018-19. The plant could not be commissioned due to technical problems. The expert/consultant appointed by the company has reported that plant is not feasible and viable to continue refining of Gold bars economically. The plant is neither capitalized nor depreciated and the amount is held as CWIP as on the Balance Sheet date.</p> <p>Impact in the financials : Profit has been overstated by Rs.65.49 Lakhs</p>	<p>The Company has formed a Board-sub committee to study and report on the refinery project. The Board sub-committee is expected submit its report shortly to the Board. After submission of the report by the sub-committee and based on the decision of management of the Company, appropriate accounting treatment will be made in the books of accounts</p>

3	<p>Company has not obtained any written confirmation regarding receivable of Rs.100 lakhs from Suvarna Arogya Suraksha Trust (SAST) and the same is outstanding since November 2021. As the amount has been pending recovery for more than 03 years, recovery of the same is doubtful and necessary provision is not made in the financial statements</p>	<p>The Company is regularly making the correspondence with Suvarna Arogya Suraksha Trust (SAST). The SAST being a Government of Karnataka Undertaking, Company is confident of getting back the amount from SAST. As remarked by the Audit, three years period is not completed as on Balance-sheet date(31.03.2024), hence, no provision is created in the books of accounts as on 31.03.2024</p>
4	<p>The approval date of the financial statements and Authority approving the same have not been disclosed in the Notes as per IND AS 10</p>	<p>The approval dates are mentioned on the face of the Balance-sheet, P&L statement, Statement of change in Equity and other notes forming part of the Accounts. The audit observation is noted.</p>
5	<p>The Company has not prepared the Aging Schedule and completion overdue for intangible Assets under development has not been disclosed as per Schedule III of the Companies Act 2013.</p>	<p>The Aging schedule of Intangible assets under development is included in Note 35 (8) (a) of the Notes forming part of the Accounts. However, separate disclosure is noted for future compliance.</p>
6	<p>The aging schedule for Trade Payable Note.35(22) does not match the face of the Balance-sheet and Note No.20- Trade Payables in Notes to the accounts</p>	<p>As per Schedule III, the Trade payables outstanding from due date of payment as at 31st March of the financial year is to be disclosed. Accordingly the Company has disclosed the aging schedule at Note 35(22)</p> <p>The trade payables shown at Note #20 or face of the Balance-sheet is the total outstanding as on 31.03.2024, which also includes the amounts for which goods/services are received before 31.03.2024 but not due because of non-completion of credit period, non-compliance of PO terms, etc.,. However the aging schedule of sundry creditors is disclosed as per the format for the aging schedule, provided in Schedule III, which does not have the column to show the creditors balances for which due dates are not completed before 31.3.2024.</p>
7	<p>Intangible Assets Under Development (Note No.5) has been included in aging schedule (Note No.35 (8a) of CWIP (Note.3) and no separate disclosure for the aging schedule for Intangible Assets Under Development is provided.</p>	<p>The reconciliation of sundry creditors between aging schedule Note 35(22) and Note #20 was provided to the Audit for verification.</p> <p>As mentioned at sl.no.5,the aging schedule Intangible assets under development is included in Note 8(a) of the Notes forming part of the Accounts and detailed working schedule was made available to the Audit. However, separate disclosure is noted for future compliance.</p>



SWAYAMBHU VISWANATHAN
Company Secretary in Practice

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FORM MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED ON 31st MARCH, 2024

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

To,
The Members,
The Hutti Gold Mines Co. Ltd.

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **The Hutti Gold Mines Co. Ltd (CIN: U85110KA1947SGC001321)** (hereinafter called the 'Company') having its Registered Office at 3rd Floor, KHB Shopping Complex, National Games Village, Koramangala, Bangalore, Karnataka, India, 560025

The Company is an Unlisted Public Company and Government Company, with Government of Karnataka holding 74.34% of the paid-up capital. It is engaged in mining of Gold and other minerals and precious stones in Karnataka State. Besides the Companies Act, 2013 and other applicable laws, the Company is required to comply with directions issued by the Government of Karnataka from time to time in the interest of the Company. The Company has no foreign investment. By Notifications No GSR 463(E) dated 5.6.2015, as amended, Government Companies have been exempted from certain provisions of the Companies Act, 2013 and Rules made there under.

Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

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

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended, 31st March, 2024 according to the applicable provisions of:



SWAYAMBHU VISWANATHAN

Company Secretary in Practice

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- i. The Companies Act, 2013 (the Act) and the Rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder; **NOT APPLICABLE.**
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; **NOT APPLICABLE**
- iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **NOT APPLICABLE**
- v. The Securities and Exchange Board of India Act, 1992 ('SEBI Act') and Regulations and Guidelines issued thereunder: **NOT APPLICABLE**

I visited the mines site at Hutti and discussed with concerned officials to ascertain applicability of other laws specifically applicable to mines industry and applicability of other general laws.

I have also examined the **systems and processes** established by the Company for ensuring compliances under the following other Laws, Acts and Rules specifically applicable to the Company/Mining Industry.

The Industry specific laws applicable to the Company, as reported by the Company, are as follows:

1. Mines Act, 1952
2. Mines and Minerals (Development and Regulation) Act, 1957
3. Explosives Act, 1884
4. Pollution Control Act, 1961
5. Forest (Conservation) Act, 1980

The following other General Laws are also applicable to the Company, as reported by the Company :-

1. Right to Information Act, 2005
2. The Contract Labour (Regulation and Abolition) Act, 1970 (Karnataka Rules)
3. The Workmen's Compensation Act, 1923
4. Payment of Bonus Act, 1965
5. Maternity Benefit Act, 1961
6. Minimum Wages Act, 1948/Karnataka Minimum Wages Act, 1948
7. Payment of Wages Act, 1936
8. The Labour Welfare Act, 1948
9. Inter-state Migrant Workmen (Regulation of Employment & Conditions of Services) Act, 1979
10. Industrial Dispute Act, 1947/Karnataka Industrial Dispute Act, 1947
11. The Employees Provident Fund & Miscellaneous Provisions Act, 1952
12. The Employees Family Pension Act, 1971



SWAYAMBHU VISWANATHAN

Company Secretary in Practice

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13. Karnataka Transparency in Public Procurement Act, 1999
14. GeM Portal
15. Indian Contracts Act 1872
16. The Water (Prevention & Control of Pollution) Act, 1974, read with Water (prevention & control of Pollution) Rules, 1975
17. Environment (Protection Act), 1986
18. The Air (Prevention & Control of Pollution) Act, 1981, read with the Air (Prevention & Control of Pollution) Rules, 1982
19. The Negotiable Instrument Act, 1881
20. Karnataka Shops and Commercial Establishment Act, 1961
21. The Karnataka Tax on Professions, Trades, Callings and Employment Act, 1976
22. Trade Marks Act, 1999
23. The Apprentices Act, 1961
24. The Payment of Gratuity Act & Rules, 1972
25. The Equal Remuneration Act, 1976
26. Employment Exchanges (CNV) Act & Rules Industrial Employment Standing Orders Act, 1959
27. Karnataka Industrial Establishments (National & Festival Holidays) Act & Rules, 1963
28. Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
29. Transfer of Property Act, 1882
30. Karnataka Employment Exchanges (Compulsory Notification Vacancies Act, 1959
31. Occupational Safety, Health and Working Conditions Code, 2020
32. Karnataka Trade Union Act, 1926

I have also examined compliance with the Secretarial Standards SS-1 and SS-2 issued by The Institute of Company Secretaries of India.

During the period under review, the Company has complied with the provisions of the applicable Acts, Rules, Regulations, Guidelines, Standards, etc. mentioned above, subject to the following observations/qualification/matters for emphasis: -

Qualification:-

1. Constitution of Board of Directors

As per Rule 4 of the Companies (Appointment and Qualification of Directors) Rules 2014, read with Section 149 of the Companies Act, 2013, a Public Company having a turnover of Rs. 100 Crores or more, is required to have at least 2 **Independent Directors** on the Board. During the period under review, the Board of the Company did not have the requisite number of Independent Directors. The Company is advised to comply with Rule 4 of the Companies (Appointment and Qualification) Rules 2014, read with Section 149 of the



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Companies Act, 2013

2. Constitution of Audit Committee:-

As per Section 177(2), the Audit Committee shall consist of minimum 3 Directors out of which, 2 should be **Independent Directors**. During the period under review, the Audit Committee did not consist of two (2) Independent Directors. The Company is advised to comply with Section 177(2), of the Companies Act, 2013

3. Number of Board Meetings:-

As per Section 173 (1) of Companies Act 2013, "Every company shall hold a minimum number of four meetings of its Board of Directors every year in such a manner that not more than one hundred and twenty days shall intervene between two consecutive meetings of the Board. The Company held only two Board Meetings on 26.05.2023 and 20.09.2023 during the financial year under report.

4. Constitution of Nomination and Remuneration Committee:-

As per Section 178 of the Companies Act, 2013, read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Rule 4 of the Companies (Appointment and Qualification of Directors) Rules 2014, Every Public Company having a turnover of Rs. 100 Crore or more is required to constitute Nomination and Remuneration Committee consisting of 3 or more **non-executives Directors out of which not less than one half shall be Independent Directors**. The Company has not constituted Nomination and Remuneration Committee.

5. Constitution of CSR Committee:-

As per Section 135 of the Companies Act 2013, Every Company having a turnover of Rs. 1000 Crores or more or net profit before tax of Rs. 5 Crores or more is required to constitute Corporate Social Responsibility Committee of the Board consisting of 3 or more Directors, **out of which at least one Directors shall be an Independent Director**. The CSR Committee constituted by the Board does not include an **Independent Director**.

Observations:-

1. Filing of Forms DIR-12 for appointment and cessation of Directors

Form DIR-12 for appointment or Cessation of Directors is required to be filed



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within 30 days from the date of appointment or Cessation, with normal filing fees. For delay in filing form DIR-12 beyond 30 days, additional filing fees has to be paid. There has been default or delay in filing form DIR-12 in the following cases:-

- (a) Mr. Jagadish Timmanagouda Patil was appointed as a Nominee Director and Chairman w.e.f. 29.01.2024. Form DIR-12 for his appointment is yet to be filed as on date. His name does not appear in MCA Master Data as a Nominee Director.
- (b) Mr. Srikar Sridhar Mysore, Nominee Director, ceased to be a Director w.e.f. 25.05.2023. Form DIR-12 for his cessation is yet to be filed as on date. His name continues to appear in MCA Master Data as a Nominee Director.
- (c) Mr. Siddaramappa Halesh Nominee Director, ceased to be a Director w.e.f. 22.05.2023. Form DIR-12 for his cessation is yet to be filed as on date. His name continues to appear in MCA Master Data as a Nominee Director.
- (d) Mr. Srinivas Raj Nominee Director, ceased to be a Director w.e.f. 22.05.2023. Form DIR-12 for his cessation is yet to be filed as on date. His name continues to appear in MCA Master Data as a Nominee Director.
- (e) Mr. Prabhakar Shivaputrappa Sangoormath Nominee Director, ceased to be a Director w.e.f. 22.05.2023. Form DIR-12 for his cessation is yet to be filed as on date. His name continues to appear in MCA Master Data as a Nominee Director.
- (f) Mr. Shamanur Shivashankarappa Mallikarjun Nominee Director, ceased to be a Director w.e.f. 29.01.2024. Form DIR-12 for his cessation is yet to be filed as on date. His name continues to appear in MCA Master Data as a Nominee Director.
- (g) Mr. N. Jayaram was appointed as a Nominee Director w.e.f. 22.05.2023 and ceased to be Director w.e.f. 22.02.2024. Forms DIR-12 for his appointment and cessation have not been filed as on date.

2. Filling up the vacancy of Women Director

As per second proviso to Section 149 (1) of the Companies Act 2013, read with Rule 3 of the Companies (Appointment and Qualification of Directors) Rules, 2014, every Public Company having a turnover of Rs. 300 Crores or more is required to appoint a Women Director and any vacancy of Women Director is required to be filled up within 6 months. During the period under review, the Board of Directors did not have a Woman Director after the cessation of Smt. Vinothpriya Ramaiah, IAS w.e.f. 19.09.2023. Smt. Ramaiah Shilpa, was appointed as Managing Directors and Smt. Khushboo Goel Chowdhary was appointed as Nominee Director w.e.f. 09.09.2024. Hence there was a delay of more than 6 months in filling up the vacancy of Women Director.



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3. Secretarial Standards:-

As per the Secretarial Standards SS-1 and SS-2 issued by the Institute of Companies Secretaries of India, in respect of minutes of Meetings of Board and its sub committees and Minutes of General Meetings, the pages of such minutes are required to be consecutively numbered and properly bound to prevent any tampering and since the minutes are permanent records and are treated as valid evidence in case of any dispute at a later date. The Company is advised to comply with Secretarial Standard SS-1 and SS-2.

4. Transfer of shares relating to unpaid/unclaimed dividend to Investor Education and Protection Fund:-

As per Section 124 (6) read with Rule 6 of Companies (Management and Administration) Rules 2014, if any dividend on shares remain unpaid or unclaimed for 7 consecutive years, the shares related to such unpaid/unclaimed dividend must be transferred to the Investor Education and Protection Fund. The Company is advised to transfer such shares to Investor Education and Protection Fund, if not already done.

5. Updation of Statutory Registers:-

The Company is advised to update Statutory Registers such as Registers of Members, Register of Share Transfers, Register of Share Certificates, including duplicate Share Certificates, etc.

6. NCLT and Legal Cases:-

The National Company Law Tribunal (NCLT), Bengaluru Bench, has passed and delivered Order dated 20.06.2024 in C.P No. 100/BB/2021 in the matter of Mrs. Nafeesa Masood Ali and Mr. Asif Alladin, Petitioners Versus The Hutti Gold Mines Company Ltd. and Mr. Pinakin Chimanlal Shah regarding transfer/transmission of shares as follows:

In the result, the instant Company Petition bearing CP No 100/BB/ 2021 is disposed of with the following directions:

1. The Company (Respondent No. 1) is directed to furnish copies of all documents submitted by the Second Respondent, to the Petitioners herein, within a period of two weeks from the date of this order;
2. The Petitioners are granted further six weeks' time to submit the relevant documents, especially Succession Certificate obtained from Competent Civil Court, duly impleading the Company and Second Respondent in the case.
3. The Company should also give fair opportunity to Respondent No. 2 so as to submit his contentions.



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4. After submitting the relevant documents by the Parties, the Company is directed to take a final decision as per law by passing speaking order
5. Any Party aggrieved by final decision of the Company to be taken, is granted liberty to approach this Tribunal, in accordance with law.
6. The Company is further directed to maintain status quo with regard to dealing with shares in question till a final decision is taken by the Company in terms of this order.

The Company is advised to take necessary action on the orders of NCLT, if not already taken.

The Company has engaged the services of a retired District Judge to oversee and ensure compliance with mining industry specific laws and other general laws, including labor laws. Certificates of Compliances of various applicable laws are obtained from the concerned Departmental Heads on a quarterly basis and placed before Board Meetings. The Company is also preparing a periodical statement about the status of legal cases for and against the Company.

Most of the pending legal cases against the Company relates to compensation or employment for land acquired by the Company.

I further report that, subject to the above qualifications/observations, Board of Directors of the Company is duly constituted. The Board at present consists of Nominee Directors (Non-Executive Directors) except the Managing Director (Executive Category). The Board does not also have Independent Directors (Non-Executive Directors). The Company is advised to take necessary action for appointment of Independent Directors (Non- Executive Directors). To achieve a proper balance between Executive and Non-Executive Directors and as a good Corporate Governance Practice, the Company is advised to consider designating the Executive Director and DGM (Finance) as whole time Directors (Executive) on the Board and file form DIR-12.

Subject to the above qualifications/observations, changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

The Company is advised to give adequate notice to all Directors to schedule the Board Meetings, prepare and send agenda and detailed notes on agenda at least seven days in advance, and to ensure that 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.

After discussion, decisions of the Board are taken unanimously and, therefore, the question of capturing and recording the dissenting members' views as part of the minutes, does not arise.



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

I have not examined compliance by the Company with applicable financial laws, like direct and indirect tax laws, since the same have been subject to review by statutory financial audit and other designated professionals.

I further report that, during the Audit period, the Company has not made:-

- (a) Public/Right/Preferential issue of shares/debentures/sweat equity etc,
- (b) Redemption/buyback of securities
- (c) Any borrowings under Section 180 of the Companies Act.
- (d) Any merger/amalgamation/reconstruction, etc
- (e) Any foreign technical collaborations.

SWAYAMBHU
VISWANATHA
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Digitally signed
by SWAYAMBHU
VISWANATHAN
Date: 2024.11.11
18:29:14 +05'30'

Swayambhu Viswanathan
Practicing Company Secretary
Membership No: F12190
CP No: 5284
UDIN: F012190F002045419

Place: Bangalore
Date: 11.11.2024

Encl:
Annexure A - forming part of Secretarial Audit Report



SWAYAMBHU VISWANATHAN

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Annexure A

To

The Members

The Hutti Gold Mines Co. Ltd.

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

- 1) Maintenance of secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
- 2) I have followed the audit practices and process as are appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the process and practices, I followed provide a reasonable basis for my opinion.
- 3) I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
- 4) Wherever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events, etc.
- 5) The compliance of the Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedure 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.

SWAYAMBHU Digitally signed by
SWAYAMBHU
VISWANATHA VISWANATHAN
N Date: 2024.11.11
18:28:47 +05'30'

Swayambhu Viswanathan
Practicing Company Secretary
Membership No: F12190
CP No: 5284
UDIN: F012190F002045419

Place: Bangalore

Date: 11.11.2024

ANNEXURE - IV TO DIRECTOR'S REPORT

Annual Report on Corporate Social Responsibility (CSR) activities for the Financial Year 2023-24

1.	A brief outline of the Company's CSR Policy including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR Policy and projects of programs and the composition of CSR Committee.	CSR policy is made available in Company's website
2.	Average net profit of the Company for last three financial years	Rs.20948.84 lakhs
3.	Prescribed CSR expenditure (two percent of the amount mentioned in item 2 above)	Rs. 418.98 lakhs
4.	Details of CSR spent during the financial year:2023-24	Rs. 552.12 lakhs
	Total amount sanctioned/spent for the financial year	Rs. 418.98/ 552.12 lakhs
	Amount unspent, if any	Nil
	Manner in which the amount spent during the financial year	Details shown below

DETAILS OF AMOUNT SPENT ON CSR ACTIVITIES DURING THE FINANCIAL YEAR 2022-23

Sl.No.	Sector in which the projects are covered	No. of Projects	Activities involved	Projects, where undertaken	Amount Sanctioned and Spent on the project	Amount Released 2023-24	Remarks
Zone-I Government Sector							
1	Deputy Commissioner, Raichur	1	Construction of the compound walls	Raichur Dt.	125.00	125.00	
2	Deputy Commissioner, Raichur.	1	Construction of Class rooms & Compound walls	Raichur Dt.	235.00	235.00	
3	Sponsorships to Students/Schools/Colleges of 3711	1	ITT, Bombay		10.00	10.00	
Zone-I Private Sector							
1	Niveditha Sthree Shakthi, SHG	1	Self Employment training programs for woman	Raichur Dt.	10.00	10.00	
2	Rashtrapitha Bapuji Girls hostel /Veerashaiva Vidhya Vardhaka Sangha	1	Purchase furniture	Raichur Dt.	5.00	5.00	
3	Vishwabharathi Shikshana Samsthe	1	Purchase of furniture and computers	Raichur Dt.	20.00	20.00	
4	Smt. Madhamma Pattuswamy Googayya Primary School	1	Purchase of furniture and computers	Raichur Dt.	10.00	10.00	
Zone-II Government							
1	Karnataka Institute of Medical Sciences, Hubli	1	In Vitro Fertilization center KIMS Campus	Hubli	47.12	47.12	
Zone-II Private							
1	Sri. Rakesh Siddaramaiah Private ITI College	1	Purchase of furniture	Gadag	10.00	10.00	
2	Indian Red Cross Society, Haveri	1	To start the Blood Bank at Haveri.	Haveri	10.00	10.00	
3	Nirmithi Kendra, Davangere	1	Construction of Valmiki samudaya bhavan, Veterinary hospital, Milk production centre	Davanagere Dt.	70.00	70.00	
					552.12	552.12	

ANNEXURE - V TO DIRECTORS' REPORT

Particulars of Energy Conservation, Technology Absorption and Foreign Exchange Earnings and outgo required under the Companies (Accounts) Rules, 2014.

A. Conservation of energy;

1. The steps taken on conservation of Energy,

- i. The process of replacing energy efficient motors continued during the year.
- ii. Phase wise replacement of conventional lights with LED lights in the industry, offices and colony.

2. Utilizing alternate source of energy,

- i. Wind mills at Chitradurga unit are generating on an average 2,08,05,151 units annually from installed capacity of 11.4 MW.
- ii. The tender for the project for installing 29 MWp Solar PV plant at Hutti is in process.

3. Capital investments on energy conservation,

Sl. No.	Particulars	Amount
1	Proposal to commission 29 MWp Solar Project at Hutti through Group Captive Structure	Estimated cost 897 lakhs, which will be 26% equity of the total project cost at equity - debt ratio of 30:70.
2	Installation of Solar Street lights and Solar High mast lights at Hutti	Estimated cost 75.00 Lakhs
3	Installation of Solar Street lights at Uti Gold Mines	Estimated cost 75.00 Lakhs
4	Installation of Solar Street lights at Heera Buddini Gold Mines	Estimated cost 50.00 Lakhs

B. Technology Absorption:

- a. The company has commissioned a new circular shaft with the latest winder system at Hutti.
- b. The company has commissioned the 2 X 50 TPH Ball Mill project at Hutti

C. Foreign exchange Earnings and Outgo-

1. Earnings - Nil
2. Outgoes - Nil

ANNEXURE-VI TO DIRECTORS' REPORT**Form No. MGT-9****EXTRACT OF ANNUAL RETURN**as on the financial year ended on **31st March, 2024**

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

I. REGISTRATION AND OTHER DETAILS:

- i) CIN: **U85110KA1947SGC001321**
 Foreign Company Registration Number/GLN: **N.A.**
 ii) Registration Date **8th July, 1947**
 iii) Name of the Company: **The Hutti Gold Mines Co Ltd**
 iv) **Category of the Company: - [Pl. tick]**
1. Public Company (√)
 2. Private company ()

Sub Category of the Company:- [Please tick whichever are applicable]

- 1) Government Company (√)
 2) Small Company ()
 3) One Person Company ()
 4) Subsidiary of Foreign Company ()
 5) NBFC ()
 6) Guarantee Company ()
 7) Limited by shares ()
 8) Unlimited Company ()
 9) Company having share capital ()
 10) Company not having share capital ()
 11) Company Registered under Section 8 ()

v) REGISTERED OFFICE ADDRESS AND CONTACT DETAILS:

Address	3 rd Floor, KHB Shopping Complex, National Games Village,	
Town / City	Koramangala, Bengaluru	
State / Pin Code	Karnataka / 560 047	
Country Name /Code	India / 91	
Telephone With STD	(080) Area Code	2571 0501 Number
Fax Number	(080) Area Code	
Email Address	rohgm1@gmail.com	
Website, if any	https://huttiGold.karnataka.gov.in/.	

vi) Whether shares listed on recognized Stock Exchange(s) - Yes/No

If yes, details of stock exchanges where shares are listed

Sl. No.	Stock Exchange Name	Stock Exchange Code
	N.A.	N.A.

vii) Name, Address and contact details of Registrar & Transfer Agents (RTA), if any:

Name of Registrar & Transfer Agents	N.A
Address	
Town / City	
State	
Pin Code	
Country Name	
Country Code	
Telephone With STD	
Fax Number	
Email Address	
Website, if any	

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% total turnover of the Company
1	Extraction of Gold & Silver	07295	_____

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Sl. No.	Name and Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1					
2					
			---- NIL -----		

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual / HUF									
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	220.18	220.18	74.34	-	220.18	220.18	74.34	Nil
d) KSSIDC	-	57.50	57.50	19.41	-	57.50	57.50	19.41	Nil
e) KSMCL	-	15.00	15.00	5.06	-	15.00	15.00	5.06	Nil
f) Banks / FI	-	-	-	-	-	-	-	-	-
g) Any Other Private Invcls	-	-	-	-	-	-	-	-	-
Sub-total (A)(1)	-	292.68	292.68	98.81	-	292.68	292.68	98.81	Nil
(2) Foreign	-	-	-	-	-	-	-	-	-
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other - Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other...	-	-	-	-	-	-	-	-	-
Sub-total (A)(2)	-	292.68	292.68	98.81	-	292.68	292.68	98.81	Nil
Total share holding of Promoter	-	292.68	292.68	98.81	-	292.68	292.68	98.81	Nil
(A)=(A)(1)+(A) (2)									
B. Public Share holding	-	-	-	-	-	-	-	-	-
I. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others									
a) Trust		0.03	0.03	0.01		0.03	0.03	0.01	
b) Fin. Services		0.43	0.43	0.15		0.68	0.68	0.23	
Sub-total (B)(1)	-	0.46	0.46	0.16	-	0.71	0.71	0.24	-

2. Non-Institutions	-	-	-	-	-	-	-	-	-
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	3.06	3.06	1.03	-	2.81	2.81	0.95	Nil
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(2)	-	-	-	-	-	-	-	-	-
Total Public Share holding (B)-(B)(1) + (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	296.20	296.20	100.00	-	296.20	296.20	100.00	Nil

ii. Shareholding of Promoters

Sl No.	Share holder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Govt. of Karnataka	220186	74.34	-	220186	74.34	-	Nil
2	KSIIDC	57500	19.41	-	57500	19.41	-	Nil
3	KSMCL	15000	5.06	-	15000	5.06	-	Nil
	TOTAL	292686	98.81	-	292686	98.81	-	Nil

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

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

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

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)	NIL			
	At the End of the year (or on the date of separation, if separated during the year)				

v. Shareholding of Directors and Key Managerial Personnel:

Sl. No.	For Each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	N I L			
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc)				
	At the End of the year				

vi. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)				
Change in indebtedness during the financial year				
• Addition				
• Reduction				
Net Change		NIL		
Indebtedness at the end of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)				

vii. REMUNERATION OF DIRECTORS AND THEIR EQUIVALENTS

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

(Rs.in lakhs)

Sl. no.	Particulars of Remuneration	Managing Director	
		Sri Sanjay B Shettennavar, IAS 24.10.2022 to 31.03.2023	Total
			₹ in Lakhs
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	27.71	27.71
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		
2	Stock Option		
3	Sweat Equity		
4	Commission		
	- as % of profit		
	- others, specify...		
5	Others, please specify: -		
	(a) contributions to funds/pensions schemes		
	Total (A)	27.71	27.71
	Ceiling as per the Act	-	-

B. Remuneration to other Directors:

Sl. no.	Particulars of Remuneration	Directors				Total Amount ₹ in Lakhs
		----	----	----	----	
1	Independent Directors	-	-	-	-	-
	• Fee for attending board / committee Meetings					--
	• Commission	-	-	-	-	-
	• Others, please specify:	-	-	-	-	-
	Total (1)					
2	Other Non-Executive Directors	-	-	-	-	-
	• Fee for attending board / committee Meetings –					
	1.Sri.S.S.Mallikarajun - ₹ 0.03 lakhs					
	2.Sri.Pankaj Kumar Pandey, IAS - ₹ 0.02 Lakhs					0.23
	3.Dr.Ekroop Caur , IAS - ₹ 0.02 Lakhs					
	4.Smt.Vinoth Priya R, IAS - ₹0.02 Lakhs					
	5.Dr.M.R.Ravi, IAS - ₹ 0.04 Lakhs					
	6.Dr.Richard Vincent D'souza IAS - ₹ 0.06 Lakhs					
	7.Sri.Girish R, IAS -₹ 0.02 lakhs					
	8.Sri.Jayavibhavasway,IAS - ₹ 0.02 Lakhs					
	• Commission					
	• Others, please specify					
	Total (2)					0.23
	Total (B)=(1+2)	-	-	-	-	0.23
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel	Total Amount
	Name	Shri.Prakash	
	Post held	Executive Director	
1	1. Gross salary	₹ in Lakhs	₹ in Lakhs
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	33.39	33.39
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	2.84	2.84
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	--	--
2	Stock Option	--	--
3	Sweat Equity	--	--
4	Commission	--	--
	- as % of profit	--	--
	- others, specify...	--	--
5	Others, please specify- :	--	--
	(a) Contributions to the funds and EPS	8.24	8.24
	(b) PL Encashment paid on retirement as terminal benefit	--	--
	Total	44.55	44.55

viii. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

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

Sd/-

Sr. Manager

NOTE: 1**I. SIGNIFICANT ACCOUNTING POLICIES****1. ACCOUNTING SYSTEM:****a. Basis of Presentation:**

The accompanying financial statements have been presented for the year ended 31st March, 2024 along with comparative information for the year ended 31st March, 2023. These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) on going concern basis under the historical cost convention on the accrual basis of accounting and the relevant provisions prescribed in the Companies Act 2013, besides the pronouncements/guidelines of the Institute of Chartered Accountants of India. 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 have been consistently applied by the Company 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.

The Company has adopted all the Ind AS standards and the adoption was carried out in accordance with Ind AS 101, First Time Adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

Expenses accruing in the financial year and ascertainable with reasonable accuracy on the cut-off date are provided for in the accounts.

b. Use of Estimates:

In preparing the Company's financial statements in conformity with Ind AS, the Company's management is required to make estimates, judgements and assumptions that affect the application of accounting policies, the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Difference between actual results and estimates are recognised in the period in which the results are known or materialise and if material, their effects are disclosed in the notes to the financial statements.

2. REVENUE RECOGNITION

In general, revenue is recognised to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue from sale of goods is recognised when the significant risks and rewards of ownership of the goods are transferred to the customer and is stated net of trade discounts and sales returns if any.

2.1. Sales are accounted net of discount and taxes.

2.2. Sale of Gold is accounted on the basis of weekly closing average standard rate (999 purity) of Mumbai Bullion Market of that week or average rate till date of preparation of invoice.



- 2.3. Sale of Silver is accounted on the basis of closing rate (999 purity) of Mumbai bullion market prevailing on the day of preparation of invoice.
- 2.4. Sale of wind power is accounted on accrual basis as per B-Form issued by KPTCL, and rate as per Power Purchase Agreement.
- 2.5. Sale of scrap is recognised on the basis of delivery.
- 2.6. Revenue grants are recognised over the periods in which they are spent to match to the related costs.
- 2.7. Insurance claims are recognised during the year of settlement.
- 2.8. The penalty and/or liquidated damage (LD) recoveries/claims of suppliers/ service providers/contractors are accounted on actual recovery or adjustment against any dues. In case of disputes the accounting will be deferred till settlement of disputes. The refunds if any made or to be made are accounted on actual refund or on approval for such refunds.

3. PROPERTY, PLANT & EQUIPMENT

3.1 Property, plant and equipment (Tangible and Intangible) are carried at cost less accumulated depreciation. Cost comprises the purchase price and any cost attributable to bringing the asset to the location and condition necessary for its intended use. The cost of accessories & spares received along with equipment if any and expenditure incurred during construction period has been added to the cost of the assets. Capital work-in-progress are recorded at historical cost.

Land, Building, Furniture & Fixtures and Plant & Machinery are carried at revalued amount and the surplus on revaluation is credited to Revaluation Reserve account.

The useful lives of the depreciable assets remain to be the same as that of prior to revaluation in terms of Schedule II Part C of the Companies Act

- 3.2 Values of abandoned Fixed Assets and Capital Work-in-progress are charged off in the year in which the same are identified as redundant.
- 3.3 Expenditure during period of construction for expansion/ modernisation/ mechanisation of existing unit is capitalised on successful completion of the concerned project.
- 3.4 Expenditure incurred on Mine Deepening of existing shafts are treated as revenue expenditure.

4. DEPRECIATION

4.1 Depreciation is provided in the manner prescribed in Schedule II of the Companies Act, 2013. The Carrying Value of Fixed assets are depreciated over the revised remaining useful lives. Fixed assets having nil useful life has been charged to the opening balance of retained earnings as per the transitional provision prescribed in note 7 (b) of Schedule II of the Companies Act 2013.

4.2 Depreciation on the value of Revaluation is reduced from revaluation Reserve.

4.3 For the depreciation under component accounting, the component life and values are estimated by the internal technical departments. The components, whose estimated costs are more than 10% of the original cost of the principal assets are considered as significant components.



5. INVESTMENTS

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as Non-Current investments. Current investments are carried at lower of cost or fair value/market value, determined on an individual investment basis. Non-Current Investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments. Profit/loss on sale of investments is computed with reference to their average cost.

6. The gold deposited under gold monetisation scheme which are having locking period of more than one year have been accounted under other non-current assets, at cost.

7. VALUATION OF INVENTORIES:

7.1 STORES, SPARE PARTS & LOOSE TOOLS.

- 7.1.1 Stores and Spare parts purchased are valued at Weighted Average Cost.
 7.1.2 Spare parts / Consumables manufactured are valued at Cost.
 7.1.3 Loose Tools, unit cost of which is ₹5000 or less are charged off in the accounts at the time of issue from Stores. Loose Tools whose value is more than ₹5000 is charged off at the rate of 50% per year on reducing balance method till such time the Written down Value comes to ₹5000 and then charged off in full.

7.2 FINISHED GOODS:

- 7.2.1 Gold: At lower of cost or net realisable value (Mumbai Bullion closing price for standard gold as on 31st March less discount).
 7.2.2 Silver: Lower of average selling price for the year or closing Mumbai Bullion market rate of fine silver.

7.3 WORK IN PROCESS: Lower of estimated cost or net realisable value.

7.4 STOCK OF ORE ON SURFACE: Lower of cost or net estimated realisable value.

7.5 STOCK OF INCIDENTAL ORE:- The value of the inventory of the 'incidental ore' obtained during the course of shaft development work is considered as revenue earned in the course of asset creation activity; and accordingly the value of such inventory is reduced from the cost of capital work in progress or capital cost of the asset creation

7.6 GOODS-IN-TRANSIT: At Cost.

7.7 Medicines, Canteen and Stationery items are charged off at purchase price since the same are meant for immediate consumption and not for resale.

8. EMPLOYEE RETIREMENT BENEFITS:

The Company's contribution to retirement benefits is covered under defined contribution /benefits plan and is recognised as employees benefit expenses in statement of profit and loss account of the corresponding year

8.1 Gratuity liability is covered by Group Gratuity Policy issued by LIC of India and administered through approved Gratuity Trust. Current Service Cost based on Actuarial Valuation is charged to the Statement of Profit & Loss.



- 8.2 Company's contributions to Provident Fund have been made to an approved Trust/Provident Fund Authorities. The contribution is charged off to the Statement of Profit & Loss.
- 8.3 The liability on account of Leave Encashment entitlements of the employees is covered by policy with LIC. Current Service Cost based on Actuarial Valuation is charged to the Statement of Profit & Loss.
- 8.4 The Company has taken a policy with ICICI prudential insurance for administrating the employees special superannuation benefit. Part funding is also made with LIC P&GS Unit. The expenses as per actuarial valuation is charged to Statement of Profit & Loss.
- 8.5 Company's contribution to Superannuation in the case of eligible Officers (based on a percentage of basic pay and dearness allowance) is made to an approved Trust and administered by LIC of India. Annual contribution is charged to Statement of Profit & Loss.
- 8.6 Provision towards twenty-five years long service award is made in the year of eligibility.

9. PREPAID EXPENSES

Expenses, in excess of ₹5000, whereof benefits accrue in the subsequent years, are treated as Prepaid Expenses. The settlements/adjustment expected to be made in 12 months are treated as current and for more than 12 months as non-current

10. FOREIGN EXCHANGE TRANSACTIONS.

Initial Recognition

Foreign currency transactions are recorded in the reporting currency (INR) by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion

Foreign currency monetary items are reported using the closing rate at the date of the Balance Sheet.

Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction and investments in foreign companies are recorded at the exchange rates prevailing on the date of making the investments.

Exchange Differences

Exchange Differences is charged to the statement of profit and loss except arising on account of such conversion related to the purchase of fixed assets is adjusted therewith, and other long term monetary items is adjusted in the Foreign Currency Monetary Item Translation Difference Account.

11. DEFERRED TAX LIABILITY AND CURRENT TAX PROVISION

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred income tax reflects the impact of current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier periods.

Current Tax and Deferred tax liability is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date.



Deferred tax assets are recognised only to the extent that there is virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the Minimum Alternate tax (MAT) credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT Credit Entitlement.

The Company reviews the carrying amount deferred tax at each Balance Sheet date.

12. PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS.

Provisions are recognised for liabilities that can be measured only by using a substantial degree of estimation, if

- The Company has a present obligation as a result of a past event
- A probable outflow of resources is expected to settle the obligation and
- The amount of the obligation can be easily estimated.

Contingent Liability is disclosed in the case of

- A present obligation arising from a past event, when it is not probable that an outflow of resources will be required to settle the obligation.
- A possible obligation, unless the probability of outflow of resources is remote.

Depending on facts of each case and after due evaluation of relevant legal aspects, claims against the Company not acknowledged as debts are disclosed as contingent liabilities.

In respect of statutory matters, contingent liabilities are disclosed only for those demand(s) that are contested by the Company.

Contingent Assets are neither recognised nor disclosed.

13. EARNINGS PER SHARE.

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average numbers of equity shares outstanding during the period are adjusted for events of bonus issue.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.



14. IMPAIRMENT OF ASSETS

As at each balance sheet date, the carrying amount of assets is tested for impairment so as to determine,

- a. The provision for impairment loss, if any, required or
- b. The reversal, if any, required of impairment loss recognised in previous periods.

Impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. The impairment loss is charged to the Statement of Profit & Loss with a corresponding credit to the Provision for Depreciation.

15. EXPLORATION AND EVALUATION OF MINERAL RESOURCES

- a. The exploration expenditure relates to the initial search for deposits with economic potential. Evaluation expenditure relates to a detailed assessment of deposits. All exploration and evaluation expenses for new mines till high degree of confidence is achieved are expensed. The exploration and evaluation expenditure are capitalised as Intangible assets when there is a high degree of confidence that the project is commercially viable. The carrying values of capitalised exploration and evaluation expenditure are reviewed for impairment every year by management
- b. The drilling and / development expenses of existing mines are treated as revenue expenses and charged off in the year of incurrence.

16. CASH FLOW STATEMENT

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Company are segregated.



THE HUTTI GOLD MINES COMPANY LIMITED
Balance Sheet as at 31st March, 2024

76

CIN : UB5110KA19475GC001321

₹ in Lakhs

Particulars	Notes	As at 31st March, 2024	As at 31st March, 2023
ASSETS			
Non-current assets			
Property, Plant and Equipment	2	1,26,355.59	1,26,466.95
Capital Work-in-Progress-Tangible	3	12,850.36	13,458.13
Other Intangible Assets	4	37.78	42.73
Intangible assets under development	5	98.70	-
Financial Assets			
Investments	6	2.50	2.50
Other financial assets	7	18,639.22	1,818.88
Deferred Tax Assets (Net)	19	1,301.72	-
Other Non-current Assets	8	30,776.29	37,884.79
Current assets			
Inventories	9	22,512.05	19,009.75
Financial Assets			
Trade Receivables	10	682.05	302.10
Cash and Cash Equivalents	11	7,488.39	30,315.04
Other Bank Balances	12	85,000.00	50,000.00
Other Financial Assets	13	4.92	4.92
Current Tax Assets (Net)	14	1,221.73	-
Other Current assets	15	11,182.36	8,387.45
Total Assets		3,18,153.65	2,87,693.24
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	16	296.20	296.20
Other Equity	17	2,83,051.18	2,65,292.62
Non-Current Liabilities			
Financial Liabilities			
Provisions	18	7,831.30	3,503.29
Deferred Tax Liabilities (Net)	19	-	509.22
Current Liabilities			
Financial Liabilities:			
Trade Payables	20	-	-
A) Total outstanding dues of MSME		219.01	82.28
B) Total outstanding dues of other than MSME		1,219.58	1,558.53
Other Financial Liabilities	21	4,363.03	4,561.27
Current Tax Liabilities (Net)	14	-	236.62
Other Current Liabilities	22	21,173.35	11,653.21
Provisions	23	-	-
Total Equity and Liabilities		3,18,153.65	2,87,693.24
Significant accounting policies			
	1		
Notes to accounts			
	35		

To be read with our report of even date.

For and on behalf of the Board

For M/s. P.K.Rungta & Co,
Chartered Accountants
ICAI Firm Reg.No 0034985



(CA Ashish Rungta)
Partner
Membership No.236749



(K. Srikanth Rao)
DGM (Finance)



(R. Shilpa, KAS)
Managing Director
DIN: 10783235



(J.T. Patil)
Chairman
DIN: 00535538

Place : Bangalore
Date : 10-09-2024.



THE HUTTI GOLD MINES COMPANY LIMITED
Statement of Profit & Loss for the Year ended 31st Mar, 2024

77

CIN : UBS110KA19475GC001321

₹ in Lakhs

Particulars	Notes	Year Ended 31st March, 2024	Year Ended 31st March, 2023
Revenue from Operations	24	95,831.84	77,811.20
Other Income	25	9,415.64	5,062.34
Total Income		1,05,247.48	82,873.54
EXPENDITURE			
Cost of Materials Consumed	26	6,727.88	6,045.37
Purchase of Stock in Trade		-	-
Changes in Inventories of Finished goods, Work-in-progress and Stock-in-trade	27	(2,732.07)	(1,660.16)
Employee Benefit Expenses	28	45,288.44	33,678.09
Finance Costs	29	1.01	42.77
Depreciation and Amortization Expenses	30	4,163.17	1,851.26
Other Expenses	31	20,321.24	16,130.18
Total Expenses		73,769.68	56,087.52
Profit/(Loss) before exceptional items and tax		31,477.80	26,786.02
Exceptional Items		-	-
Profit/(Loss) Before Tax		31,477.80	26,786.02
Tax Expense:			
Current Tax		8,600.00	6,145.00
Tax relating to earlier years		-	-
Deferred tax	32	(1,067.67)	857.50
Profit / (Loss) for the year		23,945.47	19,783.52
Other Comprehensive Income			
Items that will not be reclassified to profit or loss:			
Items that will not be reclassified subsequently to profit or loss:			
Remeasurement of net defined benefit liability/asset (net of tax)	33	(2,209.96)	526.51
Total Comprehensive Income for the Year		21,735.51	20,310.02
Earnings per Share			
Basic	34	8,084.12	6,679.02
Diluted	34	8,084.12	6,679.02

To be read with our report of even date

For and on behalf of the Board

For M/s. P.K.Rungta & Co.
Chartered Accountants
ICAI Firm Reg.No 0034985

(Signature)
(CA Ashish Rungta)
Partner
Membership No.236749

(Signature)
DGM (Finance)

(Signature)
(R.Shilpa, KAS)
Managing Director
DIN: 10783235

(Signature)
(J.T.Patil)
Chairman
DIN: 00535538

Place : Bangalore
Date : 10-09-2024.



THE HUTTI GOLD MINES COMPANY LIMITED
Cash Flow Statement for the year ended 31st March, 2024

CIN : UB5110KA19475GC001321

₹ in Lakhs

Particulars	As at 31st March, 2024	As at 31st March, 2023
A. Cash flow from operating activities		
Net Profit / (Loss) before extraordinary items and tax	31,477.80	26,786.02
<u>Adjustments for:</u>		
Depreciation and amortisation	4,163.17	1,851.26
(Profit) / loss on sale / write off of assets	-	(38.91)
Finance costs	1.01	42.77
Interest income	(8,397.50)	(4,444.39)
Operating profit / (loss) before working capital changes	27,244.48	24,196.75
<u>Changes in working capital:</u>		
<u>Adjustments for (increase) / decrease in operating assets:</u>		
Inventories	(3,502.30)	(3,164.20)
Financial Assets		
Trade Receivables	(379.94)	(166.56)
Current Tax Assets (Net)	(1,221.73)	614.43
Other Current Assets	(2,794.91)	(1,179.86)
Other financial assets	(16,820.34)	1,648.04
Other Non-Current Assets	7,108.49	(1,062.97)
	(17,610.72)	(3,313.13)
<u>Adjustments for increase / (decrease) in operating liabilities:</u>		
Trade Payables	(202.22)	(557.29)
Current Tax Liabilities (Net)	(236.62)	236.62
Other Financial Liabilities	(199.19)	(96.87)
Other Current Liabilities	9,520.14	2,853.01
Provisions	2,118.05	(1,525.14)
Adjustment of Income-tax / Deferred Tax Provision	(743.27)	177.10
	10,256.89	1,087.43
Cash generated from operations	19,890.65	21,973.05
Net income tax (paid) / refunds	(8,600.00)	(6,145.00)
Net cash flow from / (used in) operating activities (A)	11,290.65	15,828.05
B. Cash flow from investing activities		
Capital expenditure on property, plant & equipment, including capital advances	(5,145.28)	(6,619.34)
Interest received		
- From Bank Deposits & Others	8,397.50	4,444.39
- From Term Deposits	(35,000.00)	(3,406.10)
(Profit) / loss on sale / write off of assets	-	38.91
Net cash flow from / (used in) investing activities (B)	(31,747.78)	(5,542.14)



Particulars	As at 31st March, 2024	As at 31st March, 2023
C. Cash flow from financing activities		
Finance cost	(1.01)	(42.77)
Dividends / Tax on dividend paid	(2,368.50)	(3,314.27)
	(2,369.52)	(3,357.04)
Net cash flow from / (used in) financing activities (C)	(2,369.52)	(3,357.04)
D. Net increase / (decrease) in Cash and cash equivalents (A+B+C)	(22,826.65)	6,928.87
Cash and cash equivalents at the beginning of the year	30,315.04	23,386.18
Cash and cash equivalents at the end of the year	7,488.39	30,315.04
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and Cash Equivalents:		
Cash on hand	2.79	4.66
Gold coins on hand	0.04	0.04
Balances with banks:		
In current & flexi accounts	7,485.56	30,310.35
	7,488.39	30,315.04

To be read with our report of even date

For and on behalf of the Board

For M/s. P.K.Rungta & Co.
Chartered Accountants
ICAI Firm Reg.No 0034985

Ashish kb
(A. Ashish Rungta)

Partner
Membership No.236749

K. Srikanth Rao
(K. Srikanth Rao)
DGM (Finance)

R. Shilpa
(R. Shilpa, KAS)
Managing Director
DIN: 10783235

J.T. Patil
(J.T. Patil)
Chairman
DIN: 00535538

Place : Bangalore
Date : 10-09-2024



THE HUTTI-GOLD MINES COMPANY LIMITED
Statement of Changes in Equity for the Year Ended 31st March, 2024

80

CIN : UB5110KA194750C001321

₹ in Lakhs

A) Equity Share Capital

(1) Current reporting period

Particulars	Note No.	Amount
Balance at the beginning of current reporting period	15	296.20
Changes in equity share capital due to prior period errors		-
Restated balance at the beginning of the current reporting period	15	296.20
Changes in equity share capital during the year		-
Balance at the end of the current reporting period		296.20

(2) Previous reporting period

Particulars	Note No.	Amount
Balance at the beginning of previous reporting period	15	296.20
Changes in equity share capital due to prior period errors		-
Restated balance at the beginning of the previous reporting period	15	296.20
Changes in equity share capital during the previous year		-
Balance at the end of the previous reporting period		296.20

Refer Note No.16

B) Other Equity

(1) Current reporting period

Particulars	Reserves and Surplus					Total
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	Revaluation Reserve	
Restated balance at the begining of the reporting period	1.11	12.79	27,945.04	1,48,682.65	88,651.02	2,65,292.62
Less: Assets withdrawn due to scrap etc				-	(17.70)	(17.70)
Add: Profit / (Loss) for the year				23,945.47	-	23,945.47
Less: Other Comprehensive Income (net of tax)				(2,209.96)	-	(2,209.96)
Transfer to General Reserve			3,150.00	(3,150.00)	-	-
Less: Depreciation on revalued assets				-	(1,568.18)	(1,568.18)
Add: Adjustments relating to prior years				(19.50)	-	(19.50)
Less: Dividend (including DDT) for 2022-23				(2,369.46)	-	(2,369.46)
Less: Exgratia 21-22 (Ref: Prot Vr.No.1055 & 1148 / Oct 22)				(2.12)	-	(2.12)
Total	1.11	12.79	31,095.04	1,64,877.09	87,065.15	2,83,051.11
Balance as at 31 March 2024	1.11	12.79	31,095.04	1,64,877.09	87,065.15	2,83,051.11

(2) Previous reporting period

Particulars	Reserves and Surplus					Total
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	Revaluation Reserve	
Restated balance at the begining of the reporting period	1.11	12.79	25,245.04	1,34,725.81	90,968.30	2,50,891.14
Additions due to revaluation of assets during 2021-22 - Net				-	-	-
Add: Profit / (Loss) for the year				19,783.52	-	19,783.52
Less: Other Comprehensive Income (net of tax)				526.51	-	526.51
Transfer to General Reserve			2,700.00	(2,700.00)	-	-
Less: Depreciation on revalued assets				-	(2,257.27)	(2,257.27)
Add: Adjustments relating to prior years				(19.09)	-	(19.09)
Less: Dividend (including DDT) for 2021-22				(3,335.35)	-	(3,335.35)
Less: Income Tax adjustment for prior years				(298.80)	-	(298.80)
Total	1.11	12.79	27,945.04	1,48,682.65	88,651.02	2,65,292.62
Balance as at 31 March 2023	1.11	12.79	27,945.04	1,48,682.65	88,651.02	2,65,292.62

To be read with our report of even date

For and on behalf of the Board

For M/s. P.K.Rungta & Co.
Chartered Accountants
ICAI Firm Reg.No.0034985

Handwritten Signature
(CA Anish Rungta)
Partner
Membership No.236749

Handwritten Signature
(K. Srinivas Reddy)
DGM (Finance)

Handwritten Signature
(R.Shilpa, KAS)
Managing Director
DIN: 10783235

Handwritten Signature
(J.T.Patil)
Chairman
DIN: 00535538

Place : Bangalore
Date : 30-09-2024.



NON CURRENT ASSETS
For Current reporting period
Note 2. Property, plant and equipment

₹ in Lakhs

PARTICULARS	31st April, 2023	Withdrawal of revaluation of reserves	Additions	Disposal	Excess Depreciation withdrawn	Effects of Foreign Currency Exchange Differences	Revaluation of Assets	31st March 2024
Gross Block								80,546.79
Free Hold Land	80,546.79	-	-	-	-	-	-	13,015.35
Buildings	10,242.48	-	1,794.18	29.49	-	-	-	51,450.83
Plant & Equipment	33,738.61	-	1,547.64	493.22	-	-	-	387.86
Furniture & Fixtures	402.32	-	331.32	-	-	-	-	465.09
Vehicles	710.81	-	379.68	41.41	-	-	-	3,751.10
Electrical Installations	3,176.07	-	865.55	6.28	-	-	-	3,698.21
Shaft & Inlines	6,099.63	-	-	-	-	-	-	-
Krishna River Water Supply	16.21	-	-	-	-	-	-	16.21
Roads & Drains	1,131.12	-	117.28	0.00	-	-	-	1,648.32
Internal Water Distributions	80.80	-	-	-	-	-	-	80.80
11.4 MW Wind Farm (CW)	6,812.81	-	-	-	-	-	-	6,812.81
Total	1,01,894.42		6,687.04	512.89				1,08,596.67
Accumulated Depreciation								
Free Hold Land	-	-	-	-	-	-	-	3,310.81
Buildings	2,264.88	-	379.50	7.54	-	-	-	18,394.38
Plant & Equipment	23,133.30	-	3,587.05	418.27	-	-	-	627.32
Furniture & Fixtures	344.76	-	26.35	13.80	-	-	-	448.22
Vehicles	402.11	-	17.04	60.83	-	-	-	2,363.31
Electrical Installations	2,103.88	-	140.90	3.28	-	-	-	2,312.42
Shaft & Inlines	1,054.24	-	1,188.18	-	-	-	-	16.21
Krishna River Water Supply	16.21	-	-	-	-	-	-	16.21
Roads & Drains	494.55	-	53.63	0.00	-	-	-	53.17
Internal Water Distributions	47.23	-	4.84	-	-	-	-	47.23
11.4 MW Wind Farm (CW)	6,704.42	-	108.96	-	-	-	-	6,812.81
Total	43,827.48		5,272.51	481.84				45,580.58
Net Block								80,546.79
Free Hold Land	80,546.79	-	-	-	-	-	-	8,678.32
Buildings	7,977.57	-	-	-	-	-	-	24,415.45
Plant & Equipment	25,305.83	-	-	-	-	-	-	325.34
Furniture & Fixtures	100.56	-	-	-	-	-	-	466.88
Vehicles	276.71	-	-	-	-	-	-	1,472.99
Electrical Installations	1,172.29	-	-	-	-	-	-	7,547.18
Shaft & Inlines	6,045.37	-	-	-	-	-	-	1,096.15
Roads & Drains	636.58	-	-	-	-	-	-	26.43
Internal Water Distributions	33.27	-	-	-	-	-	-	33.27
11.4 MW Wind Farm (CW)	1,108.80	-	-	-	-	-	-	1,108.80
Total	1,26,465.93							1,26,465.93

For previous reporting period
Note 2. Property, plant and equipment

₹ in Lakhs

PARTICULARS	31st April, 2022	Withdrawal of revaluation of reserves	Additions	Disposal	Excess Depreciation withdrawn	Effects of Foreign Currency Exchange Differences	Revaluation of Assets	31st March 2023
Gross Block								80,546.79
Free Hold Land	80,546.79	-	-	-	-	-	-	13,242.48
Buildings	5,543.18	-	791.32	-	-	-	-	10,716.61
Plant & Equipment	34,437.78	-	14,347.39	89.16	-	-	-	401.32
Furniture & Fixtures	405.48	-	18.84	-	-	-	-	728.82
Vehicles	728.36	-	85.10	102.44	-	-	-	3,176.07
Electrical Installations	2,477.23	-	888.85	-	-	-	-	3,699.63
Shaft & Inlines	5,976.47	-	7,720.14	-	-	-	-	16.21
Krishna River Water Supply	16.21	-	-	-	-	-	-	1,131.12
Roads & Drains	625.66	-	605.46	-	-	-	-	80.80
Internal Water Distributions	80.80	-	-	-	-	-	-	6,812.81
11.4 MW Wind Farm (CW)	6,812.81	-	-	-	-	-	-	1,17,896.51
Total	1,37,896.51		26,872.20	171.60				1,65,894.42
Accumulated Depreciation								
Free Hold Land	-	-	-	-	-	-	297.41	2,984.88
Buildings	2,344.74	-	103.71	-	-	-	1,878.26	23,215.30
Plant & Equipment	22,159.92	-	1,048.67	83.94	-	-	1.80	344.76
Furniture & Fixtures	235.38	-	18.38	-	-	-	6.81	402.11
Vehicles	492.88	-	37.84	99.07	-	-	38.88	2,103.88
Electrical Installations	2,025.67	-	39.01	-	-	-	14.44	1,054.24
Shaft & Inlines	719.18	-	230.71	-	-	-	-	16.21
Krishna River Water Supply	16.21	-	-	-	-	-	-	494.55
Roads & Drains	485.25	-	6.27	-	-	-	0.88	47.23
Internal Water Distributions	42.42	-	4.23	-	-	-	-	6,704.42
11.4 MW Wind Farm (CW)	6,349.38	-	305.95	-	-	-	49.27	6,812.81
Total	33,326.89		1,648.23	183.01			2,357.27	43,827.48
Net Block								80,546.79
Free Hold Land	80,546.79	-	-	-	-	-	-	7,277.57
Buildings	6,897.87	-	-	-	-	-	-	25,501.31
Plant & Equipment	11,379.76	-	-	-	-	-	-	194.56
Furniture & Fixtures	120.41	-	-	-	-	-	-	278.71
Vehicles	235.78	-	-	-	-	-	-	1,172.29
Electrical Installations	492.54	-	-	-	-	-	-	6,045.37
Shaft & Inlines	1,117.37	-	-	-	-	-	-	636.58
Roads & Drains	40.41	-	-	-	-	-	-	33.27
Internal Water Distributions	33.27	-	-	-	-	-	-	1,108.80
11.4 MW Wind Farm (CW)	1,687.79	-	-	-	-	-	-	1,26,465.93
Total	1,04,384.32							1,04,384.32



Note 3. Capital Work-in-Progress

Particulars	₹ in Lakhs	
	31st March 2024	31st March 2023
Buildings	1,177.42	1,028.45
Fleet & Machinery	5,052.71	6,538.38
Shops & Infitra	53,61.37	5,515.88
Roads & Drains	87.34	87.51
Capital Goods & Equipment in Transit	153.08	258.81
Krishna Water Supply - WIP	18.07	19.87
Total	12,858.99	13,458.91

For seeing schedule refer 7(a) of note no.12 - other notes forming part of the accounts

Note 4. Other Intangible Assets

PARTICULARS	₹ in Lakhs							
	1st April, 2023	Withdrawal of revaluation of reserve	Additions	Disposal	Effects of Foreign Currency Exchange Difference	Revaluation of Assets	Revaluation of Assets	31st March 2024
Gross Block								
Computer Software	288.22			0.23				287.99
Total	288.22			0.23				287.99
Accumulated Depreciation								
Computer Software	225.48		4.95	0.24				230.23
Total	225.48		4.95	0.24				230.23
Net Block								
Computer Software	62.74							57.76
Total	62.74							57.76

For previous reporting period

Note 4. Other Intangible Assets

PARTICULARS	₹ in Lakhs							
	1st April, 2022	Withdrawal of revaluation of reserve	Additions	Disposal	Effects of Foreign Currency Exchange Difference	Revaluation of Assets	Revaluation of Assets	31st March 2023
Gross Block								
Computer Software	282.58		15.83					298.41
Total	282.58		15.83					298.41
Accumulated Depreciation								
Computer Software	212.46		3.04					215.50
Total	212.46		3.04					215.50
Net Block								
Computer Software	70.12							82.91
Total	70.12							82.91

Note 5. Intangible assets under development

Particulars	₹ in Lakhs	
	31st March 2024	31st March 2023
Intangible assets under development	88.70	-
Total	88.70	-



FINANCIAL ASSETS

Note 6 - Investment

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
As Amortised Cost:		
Investment in Equity Instruments		
Unquoted Investments:		
Hudd Gold Mines Employees' Co-operative Society Ltd. 1250 shares of ₹ 200/- each	2.50	2.50
As Fair Value through Other Comprehensive Income:		
As Fair Value through Profit or Loss:		
Total	2.50	2.50

Note 7 - Other Financial Assets

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Deposits with bank maturity more than 1 year	17,287.25	154.84
Bank deposits offered as security for SO, maturity more than 1 year	1,204.10	1,319.79
Unpaid dividend amounts	47.77	82.26
Doubtful:		
Intercompany Deposits	189.99	190.00
Others	9.50	9.50
Less: Provision for doubtful debts	(109.50)	(109.50)
Total	18,699.22	1,828.89

Note 8 - Other non-current assets

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Unquoted & Considered good:		
Security Deposits	1,044.26	1,174.25
Deposit with JMC court for Land Acquisition Case	9,329.75	3,105.75
Deposit with Central Excise Department	736.89	736.43
VAT / ET Receivable	131.48	140.91
Income Tax Refunds receivable net - prior years	1,451.83	8,492.78
Prepaid Expenses (Non-current)	66.83	99.34
Others *	24,239.01	14,238.00
Total	36,779.29	37,884.79

***Details of other deposits:**

Gold Received under DMT		
Deposit of 250278.05 (985 purity) Grams of Gold in Gold Mobilisation Scheme with SB on 08.08.2023. The Cost Price is Rs.2232.07 / Gram. The SB has valued Gold at Rs.2093.45 / Gram and total value is Rs.8207.11 Lakhs. The quantity of Gold on conversion to 1000 purity is 249126.26 Grams.	8,408.53	8,408.53
Deposit of 250673.77 (985 purity) Grams of Gold in Gold Mobilisation Scheme with SB on 24.09.2020. The Cost Price is Rs.2191.07 / Gram. The SB has valued Gold at Rs.2228.21 / Gram and total value is Rs.19080.49 Lakhs. The quantity of Gold on conversion to 1000 purity is 249320.890 Grams.	8,402.60	8,402.60
Deposit of 201037.21 (985 purity) Grams of Gold in Gold Mobilisation Scheme with SB on 22.02.2022. The Cost Price is Rs.2637.70 / Gram. The SB has valued Gold at Rs.3030.67 / Gram and total value is Rs.25281.70 Lakhs. The quantity of Gold on conversion to 1000 purity is 490129.02 Grams.	13,808.29	13,808.29
Total	24,239.60	24,239.60

CURRENT ASSETS

Note 9 - Inventories

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Work-in-progress		
Oil	207.71	461.21
Bullion-in-process	468.90	248.67
Finished goods:		
Stock of Fine Gold	14,559.59	11,098.81
Stock of Silver	88.33	78.47
Stock of Sand	896.35	154.17
Stores & Spares:		
Stores & Spares in stock	6,139.57	5,335.90
Stores & Spares in transit	581.89	618.53
Total	22,822.05	18,999.79



FINANCIAL ASSETS

Note 10: Trade Receivables

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Unsecured & Considered good:		
Debit outstanding for more than 6 months	494.47	-
Others	77.51	302.10
Total	487.98	302.10

For ageing schedule refer 12 of note no.35 - other notes forming part of the accounts

Note 11: Cash and Cash equivalents

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Cash and Cash Equivalents:		
Cash on hand	1.74	4.62
Gold coins on hand	0.04	0.04
Balances with banks:		
In current & fixed accounts	7,485.34	33,310.35
Total	7,487.12	33,319.61

Note 12: Other Bank Balances

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Balances with banks on deposit accounts (Maturity more than 6 months less than 2 year)	10,000.00	10,000.00
Total	10,000.00	10,000.00

Note 13: Other Financial Assets

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Bank deposits offered as security for bank guarantees	4.92	4.92
Total	4.92	4.92

Note 14: Current Tax Assets (Net)

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
(a) Current Year		
Advance Income Tax & TDS	5,821.79	5,809.38
Loan Provisions	(5,405.00)	(5,342.20)
Total	416.79	467.18

Note 15: Other Current Assets

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Prepaid expenses	486.00	277.71
Accrued interest	3,320.18	2,095.18
Loan Provisions for Doubtful Interest on Intercompany Loans	(11.10)	(11.10)
Other Receivables (Rent & Electricity Charges)		
Debit over six months	196.65	138.85
Less than six months	28.26	25.84
Advances:		
Advances to employees	805.01	815.96
Advances to vendors	1,057.25	872.58
Others	2,443.88	802.83
Balances with Government authorities		
ITC Account Balance	1,803.53	3,751.73
Total	11,187.86	8,367.43
*Details of Accrued Interest as:		
Bank Deposits	1,810.70	897.81
Others	1,418.27	2,095.18
Inter Corporate Loans	11.10	11.10
Total	3,239.07	3,004.09



EQUITY

Note 16 : Share Capital

Particulars	₹ in Lacs	
	As at 31st March, 2024	As at 31st March, 2023
a) Authorized 50,00,000 Equity Shares of ₹. 100/- each	1,000.00	1,000.00
50,00,000 non Convertible, Redeemable Cumulative Preference Shares of ₹. 100/- each	1,000.00	1,000.00
	2,000.00	2,000.00
b) Issued 297333-0/7 Equity Shares of ₹. 100/- each	297.33	297.33
c) Subscribed and paid up 2962015/7 Equity shares of ₹. 100 each fully paid up (of which 283482-0/7 Equity Shares of ₹. 100 each are allotted as fully paid up for consideration other than cash)	296.20	296.20
	296.20	296.20
4) Reconciliation of number of shares and Equity Shares outstanding :	As at 31st March, 2024	As at 31st March, 2023
At the beginning of the year	296201-5/7	296201-5/7
Addition/Deletion during the year		
At the end of the year	296201-5/7	296201-5/7

a) Details of Shareholders holding more than 1% shares in the Equity Share Capital of the company:

Name of the Shareholder	As at 31st March, 2024		As at 31st March, 2023	
	No. of Shares	% to Equity	No. of Shares	% to Equity
- Equity shares with voting rights:				
1. Govt. of Karnataka	3,20,186	74.34	3,20,186	74.34
2. KSIDC	17,500	19.41	17,500	19.41
3. Karnataka State Mineral Corporation	15,000	3.26	15,000	3.26

Share held by promoters at the end of year

Promoter name	As at 31st March, 2024		As at 31st March, 2023	
	No. of shares	% of total shares	No. of shares	% of total shares
1. Govt. of Karnataka	3,20,186	74.34	3,20,186	74.34
2. KSIDC	17,500	19.41	17,500	19.41
3. KSMCL	15,000	3.26	15,000	3.26

Note: During the year no changes in % of share holdings by the promoters

Note 17 : Other Equity

Particulars	₹ in Lacs					
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	Revaluation Reserve	Total
Restated balance at the beginning of the reporting period	1.12	12.79	27,945.04	1,46,682.63	46,451.63	245,213.21
Less: Assets withdrawn due to sales etc.	-	-	-	33,946.47	(17.70)	(33,964.17)
Add: Profit / (Loss) for the year	-	-	-	(2,208.90)	-	(2,208.90)
Less: Other Comprehensive Income (net of tax)	-	-	-	(3,100.00)	-	(3,100.00)
Transfer to General Reserve	-	-	3,138.00	-	(3,138.18)	(0.18)
Less: Depreciation on revalued assets	-	-	-	(18.50)	-	(18.50)
Add: Adjustments relating to prior years	-	-	-	(1,903.40)	-	(1,903.40)
Less: Dividend (including DDT) for 2023-24	-	-	-	(3.12)	-	(3.12)
Less: Expense 11-22 (Ref. Tech. Vr. No. 2052 & 2188 / Dtd. 12)	-	-	-	-	-	-
Total	1.12	12.79	31,083.04	1,44,477.29	43,313.43	1,89,973.67
Balance as at 31 March 2024	1.12	12.79	31,083.04	1,44,477.29	43,313.43	1,89,973.67
Balance as at 31 March 2023	1.12	12.79	27,945.04	1,46,682.63	46,451.63	1,85,213.21

NON-CURRENT LIABILITIES

Note 18 : Provisions

Particulars	₹ in Lacs	
	As at 31st March, 2024	As at 31st March, 2023
Provision for Employee Benefits:		
Provision for Gratuity - Refer Note No. 35 (13)	4,293.10	615.79
Provision for Leave Encashment - Refer Note No. 35 (15)	1,010.30	108.26
Provision for Special Superannuation Benefits - Refer Note No. 35 (14)	2,857.84	2,403.90
Provision for 25 years long service award	72.86	65.34
Total	7,834.10	3,603.29

Note 19 : Deferred Tax Liabilities/Tax Assets (Net)

Particulars	₹ in Lacs	
	As at 31st March, 2024	As at 31st March, 2023
Deferred Tax Liability	1,195.61	1,187.39
Depreciation	4,896.69	1,187.39
Gross Deferred Tax Liability		
Deferred Tax Asset		
Provision of Gratuity & Other Employee Benefits	1,853.08	605.24
Other Comprehensive Income	748.27	(177.20)
Gross Deferred Tax Asset	2,601.35	428.04
Total	(8,811.70)	609.23



CURRENT LIABILITIES

Note 20 - Trade Payables

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Total outstanding dues of MSME (including Capital Creditors)	219.01	82.28
Total outstanding dues of other than MSME	1,238.58	1,918.51
Total	1,457.59	2,000.79

Note 21 - Other Financial Liabilities

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Unpaid Dividend	48.21	42.94
Capital Creditors (Excluding MSME)	6,216.72	4,518.51
Total	6,264.93	4,561.45

Note 22 - Other Current Liabilities

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Statutory Dues payable	1,078.41	1,793.43
Taxes/Security Deposits Received	5,704.75	1,863.88
Creditors for Expenses	5,704.08	4,428.18
Employee Benefits Payable*	8,611.13	1,347.83
Total	21,108.37	9,433.32

*Detailed Break up of Employee Benefits Payable:

Provision for Bonus	4.89	4.35
Bonus Payable (FY 2017-18)	1.41	1.41
Egratta Payable 2018-18	-	22.17
Egratta Payable 2018-17	0.02	0.94
Egratta Payable 2017-18	-	832
Provision for Egratta (13 Employees)	66.68	183.31
Egratta Payable 2018-18	-	0.17
Wage Revision Arrears	6,292.46	12.04
Egratta Payable 2023-23	0.17	0.17
Production Linked Incentive for 2023-23	20.08	20.08
Egratta Payable 2020-21	-	0.02
Bonus Payable for 2022-22	0.34	0.34
Egratta Payable 2023-22	(5.01)	807.65
Bonus Payable for 2022-22	5.89	5.89
Egratta Payable for 2023-23	107.87	107.87
Egratta Payable for 2023-24	187.34	-
Production Linked Incentive for 2023-24	2.93	-
Total	8,621.13	1,347.83

Note 23 - Provisions

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Provision for gratuity - Refer Note No.29 (15)	-	-
Provision for Leave Encashment - Refer Note No.29 (15)	-	-
Provision for Special Super annuitation - Refer Note No. 25 (3)	-	-
Provision for 25 years long service award	-	-
Provision for Obsolete Assets	-	-
Total	-	-



Note 24 : Revenue from Operations			₹ in Lakhs	
Particulars	As at 31st March, 2024	As at 31st March, 2023		
Sale of Products (Gross)	66,328.24	76,963.91		
Sale of Gold	130.30	93.78		
Sale of Silver	796.44	743.35		
Sale of Jewellery	1,307.57	11.28		
Sale of Land				
Total	68,562.55	77,812.32		

Note 25 : Other Income			₹ in Lakhs	
Particulars	As at 31st March, 2024	As at 31st March, 2023		
Profit on Sale of Assets		58.88		
Interest received from:				
Deposits with Banks	6,954.94	3,328.21		
Interest on SFD	1,982.89	1,662.90		
Deposits with KPFC	55.43	25.24		
Income Tax Refund	124.43	218.44		
Others	-	189.89		
Sale of Stamp	488.26	107.31		
Penalty based income	183.74	88.11		
Income on letting out quarters	90.00	76.77		
Reversal of provisions	16.97	1.04		
Miscellaneous Income	210.67	146.75		
Caravan & Guest House Reservations	59.29	10.02		
Total	9,415.84	5,962.94		

Note 26 : Cost of materials consumed			₹ in Lakhs	
Particulars	As at 31st March, 2024	As at 31st March, 2023		
Consumption of stores & spares	6,727.88	6,545.37		
Total	6,727.88	6,545.37		

Note 27 : Changes in Inventory of Finished Goods, Work-in-progress & Ore at Mines			₹ in Lakhs	
Particulars	As at 31st March, 2024	As at 31st March, 2023		
Opening Stock				
Gold	12,998.81	10,149.14		
Silver	78.47	78.54		
Work-in-progress	348.67	271.47		
Stock of ore at Mines	465.31	399.62		
Stock of beneficiated ore	-	387.44		
Stock of land	338.17	-		
Add incidental ore obtained during the year	-	95.47		
Less Closing Stock				
Gold	(14,149.39)	(12,098.81)		
Silver	(80.38)	(78.47)		
Work-in-progress	(868.26)	(348.67)		
Stock of ore at Mines	(267.77)	(465.31)		
Stock of land	(786.87)	(338.17)		
Net Increase/Decrease in Stock	(1,783.47)	(1,846.25)		

Note 28 : Employee Benefit Expenses			₹ in Lakhs	
Particulars	As at 31st March, 2024	As at 31st March, 2023		
Salaries, Wages and Bonus	57,295.65	21,749.75		
Contribution to Provident Fund, Gratuity Fund and Other Employee Benefits*	6,767.82	4,442.18		
Staff Welfare Expenses	1,223.96	1,496.16		
Total	65,287.43	27,688.09		

*The various funds to which the contribution for Employee benefits were made by the company are as below:

Contribution to Provident Fund	1,973.87	2,042.28
Contribution to Employees Provident Scheme	476.89	494.54
Contribution to Employees Deposit Linked Insurance	336.16	185.07
Scheme/General Insurance Scheme	4.53	4.79
Contribution to ESI	98.88	52.86
Provident Fund Inspection charges	0.25	0.30
Employee Deposit Linked Insurance Scheme Inspection charges	2,087.46	1,053.89
Employee Service Gratuity	687.79	178.65
Employee's provident superannuation scheme	-	37.32
Workmen's Compensation	14.70	7.42
23 Years continuous long service award	262.59	257.42
Contribution to Superannuation Fund		
Total	6,767.82	4,442.18



Note 29 - Finance Costs			₹ in Lakhs	
Particulars	As at 31st March, 2024	As at 31st March, 2023		
Bank Commission and LC Charges	1.01	42.77		
Total	1.01	42.77		

Note 30 - Depreciation and Amortization Expenses			₹ in Lakhs	
Particulars	As at 31st March, 2024	As at 31st March, 2023		
Depreciation and amortization expenses	4,383.17	1,893.26		
Total	4,383.17	1,893.26		

* Refer note no.2 & 4

Note 31 - Other Expenses			₹ in Lakhs	
Particulars	As at 31st March, 2024	As at 31st March, 2023		
A. Other Mining and Operating Expenses				
Transport and conveyance	428.84	429.88		
Discard drilling expenses	248.88	504.17		
Sand Extraction Expenses	1,722.80	130.18		
Royalty, DWF & M&E	2,284.21	5,913.88		
Power and Fuel	1,368.40	6,718.90		
Repairs and Maintenance	1,863.88	1,702.40		
Plant, Property & Equipment	307.39	198.42		
Wind Mill Operating & Maintenance Expenses	330.27	263.28		
Other				
	17,980.84	18,906.42		
B. Administrative expenses				
Rates and Taxes	49.84	289.21		
Insurance	56.72	26.79		
Travelling and Conveyance	107.60	113.28		
Printing and Stationery	40.16	31.13		
Communication Expenses	13.75	17.82		
Deed Rent	54.66	58.28		
Advertisement and tender notification	94.29	124.88		
Auditor's Remuneration				
Statutory Audit	1.00	1.00		
Tax Audit	0.25	0.25		
Expenses	0.11	0.12		
Other Audit	0.14	0.10		
Secretarial Audit	209.40	144.34		
Professional Fees and Expenses				
Legal Fees	2.88	10.00		
Director Sitting Fees	0.23	1.40		
AGM Expenses	0.89	3.34		
Board Meeting expenses	0.41	2.11		
Plant, property and equipment written off	12.84	-		
Afforestation Expenses	89.38	177.82		
Environment Maintenance Expenditure	111.00	96.73		
Donations	454.38	270.07		
Corporate Social Responsibility	152.19	226.89		
Others	147.80	480.80		
	2,730.87	2,526.81		
C. Selling and Distribution Expenses				
Sold Storage Insurance	89.73	87.48		
	89.73	87.48		
Total	20,321.34	18,180.18		

Note 32 - Deferred Tax Liability/Tax Asset (Net)			₹ in Lakhs	
Particulars	As at 31st March, 2024	As at 31st March, 2023		
Deferred Tax Liability				
Depreciation	1,196.63	1,187.88		
Gross Deferred Tax Liability	1,196.63	1,187.88		
Deferred Tax Asset				
Provision of Gratuity & Other Employee Benefits	1,913.28	863.26		
Other Comprehensive Income	749.27	(177.16)		
Gross Deferred Tax Asset	2,662.55	686.10		
Total	(1,465.92)	(508.32)		
Deferred Tax Liability - Profit & Loss A/c	(1,967.67)	857.38		



Note 22 : Other Comprehensive Income

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Reassessment of net defined benefit liability/(asset)		
On Service Gratuity	(608.80)	404.88
On Employees Special Superannuation Scheme	(2,104.36)	288.79
Less: Tax thereon	743.27	(177.10)
Total	(1,969.89)	516.57

Note 24 : Earnings per Share

The calculation of Earnings per share (basic and diluted) are based on the Earnings and number of shares as reported below.

Particulars	₹ in Lakhs	
	As at 31st March, 2024	As at 31st March, 2023
Reconciliation of earnings		
Profit/(Loss) for the period	23,845.47	16,782.37
Net profit attributable to equity shareholders	23,845.47	16,782.37
	Share	Share
Reconciliation of number of shares		
Shares outstanding at the beginning of the year	2,96,203.71	2,96,203.71
Shares outstanding at the end of the year	2,96,203.71	2,96,203.71
Weighted average number of equity shares	2,96,203.71	2,96,203.71
Basic and Diluted Earnings Per Share (in rupees)	8,085.22	5,670.00
(Nominal value of shares: ₹5.00 /- each)		



CIN No. U85110KA1947SGC001321

Note:- 35

Other Notes forming part of the Accounts

SL No	Particulars	CURRENT YEAR ₹ in Lakhs	PREVIOUS YEAR ₹ in Lakhs
1	Estimated amount of Contracts remaining to be executed on Capital account and not provided for (net of advances)	3219.24	3270.53
2	Contingent Liability not provided for:		
	(i) Letter of credit outstanding	Nil	563.49
	(ii) Bank guarantees	1209.03	1163.20
	(iii) Claims against Company not acknowledged as debts		
	a) Labour & other disputes pending with various Authorities/Tribunals/Courts.	Not quantifiable	Not quantifiable
b 1	Excess liabilities assessed by Income-Tax department/ Authorities and contested by company.		
	i) AY 2010-11	776.00	776.00
	ii) AY 2017-18	256.23	256.23
	iii) AY 2018-19	24.30	24.30
	iv) AY 2020-21	16.43	16.43
b 2	The Customs, Excise & Service Appellate Tribunal has set aside the impugned order of the Commissioner of Central Excise & Customs and appeals are allowed with consequential relief if any, as per law. Hence there is no more liability on the company in respect of denial of exemption notification no.5/2006 CE dated 01.03.2006 (Sl.No.21)	Nil	14,137.27 And equaling amount of penalty and applicable interest
b 3	Joint Commissioner of Central Excise & Service Tax, Belgaum confirmed the disallowances of CENVAT credit availed by the Company on services used for construction of New Circular shaft and premium paid to LIC towards the Gratuity, PL Encashment and EDLIS policies, of the company, vide order No.BEL-EXCUS-000-DIV-GLB-JTC-RSR-56-2016-17 C.EX dated 28/12/2016. The Company has filed the appeal before Commissioner of Central Tax (Appeals), Belgaum vide appeal No.202/17/BM/CE dated 04.04.2017 contesting the order passed by the Joint Commissioner of Central Excise & Service Tax, Belgaum (Period July 2012 to June 2014). The commissioner (Appeals) has allowed the cenvat benefit in respect of service tax for insurance services and upheld the demand in respect of new circular shaft, vide order no.BEL-EXCUS-000-APP-MS-207-2018-19 dt.05.08.2018. The company has contested the disallowance of cenvat credit on circular shaft project before the CESTAT, Bangalore on 19.11.2018, by depositing ₹ 9.53 Lakhs. The case is pending before CESTAT. - Disallowed CENVAT Amount (Excluding interest) - Penalty	93.32 50.88	93.32 50.88



b 4	Show cause notice issued by the Commissioner of Central Excise, Belgaum vide SCN No.102/2016-Commr.(C.Ex) dated 29/7/2017 disallowing the CENVAT credit availed by the Company on services used for Circular Shaft project, for the period from July 2014 to December 2015, excluding interest and penalty (Interest and penalty not quantified). The Company filed its reply on 30/1/2017. The case hearing completed during Feb.2017 and reserved for order.	258.48	258.48
b 5	Denial of benefit of exemption Notification under sl.no.189 of Notification No.12/2012-CB dated 17.03.2012. The Customs, Excise & Service Appellate Tribunal has partially allowed the appeal upholding the demand of duty with interest for normal period and setting aside penalty imposed. Company is filing the appeal before the Hon'ble High Court of Karnataka and paid the duty amount under protest	2440.73 plus applicable interest.	8,363.98 and equalling amount of penalty and applicable interest
b 6	Show cause notice issued by the Additional Commissioner of Central Excise, Belgaum vide SCN No.38/2017-18 JCC.EX dated 29/01/2018 disallowing the CENVAT credit availed by the Company on services used for Circular Shaft project, for the period from January 2016 to June 2017, excluding interest and penalty (Interest and penalty not quantified). The Company filed its reply the SCN. The case is pending for hearing	183.96	183.96
b 7	Rejection of transitional credit in respect of capital goods and service tax paid on reverse charge in respect of royalty amount. Appeal filed before Commissioner (Appeals) Central Tax & Central Excise, Belgaum. Awaiting for Personal hearing	24.22	24.22
b 8	During the period 01.07.2017 to 31.12.2018, the Company discharged GST liability on DMF and NMET @ 5%. Thereafter, Central Board of Indirect Taxes and Customs issued Circular No.164/20/2021-GST dated 06.10.2021 clarifying that the service by way of grant of mineral exploration and mining rights most appropriately falls under service code 997337 i.e. 'Licensing services for the right to use minerals including its exploration and evaluation' and the same is taxable @ 18% for the period from 01.07.2017 to 31.12.2018. The Additional/Joint Commissioner of Central Tax & Central Excise, Belagavi has issued Show Cause Notice dated 11.02.2022 proposing to demand GST of ₹ 6,41,72,924/- along with applicable interest and penalty on the Royalty, DMF and NMET. The Company has filed a writ petition challenging the show cause Notice dated 11.02.2022 and the validity of the above circular before the Hon'ble High Court of Karnataka, Dharwad Bench on 23.04.2022 vide FR.No.101964/2022. The case is pending for hearing. The liability as per show cause notice is ₹ 641.73 lakhs and company has paid ₹ 173.88 lakhs. Liability as per Company's calculation is ₹ 113.40 lakhs. The difference is due to GST on Royalty, which the Company has discharged @ 18% during the relevant period. However, the Department has not considered it in the Show Cause Notice.	641.73	641.73



3. Proposed Dividend

For the year ended
31.03.2024For the year ended
31.03.2023

The dividend proposed for the year is as follows:

On equity Share of ₹ 100 each:		
Amount of Dividend Proposed	₹ 7183.65 lakhs	₹ 2374.02 lakhs
Dividend per Equity Share	₹ 2425.24 Per Share	₹ 801.48 Per Share

AS per IND AS, proposed Dividend does not form liability until it is approved by the share holders in the AGM and hence no provision is made in this regard

4 The provision for exgratia amounting to ₹ 597.87 lakhs ₹ 587.34 lakhs respectively for the FY 2022-23 and 2023-24 have been made in the books of accounts, pending approval from the Government of Karnataka

5.a) After verifying the records, the company has claimed the refund of ₹ 128.19 Lakhs in respect of KTEG and KST vide its letter no.HGM/FD/TAX/VAT/2017-18/KST&KTEG/726/18 dt.02.06.2018. The subject of refund is in correspondence in the commercial tax department. Against the above refund dues, the advances in the books of accounts as on balance sheet date is ₹ 93.40 Lakhs. These advance accounts will be adjusted and or closed, on receipt of refunds.

b) The Status of Income – Tax Assessments:-

₹ in Lakhs

Assessment Year	Provision as per books	Tax assessed by Assessing Officer	Estimated Tax Liability Post CIT order	Present Status / Remarks
2010-11	4,230.00	5,006.00	4,230.00	Case is pending before Hon'ble High Court of Karnataka
2017-18	1,690.01	1,946.24	-	Appeal is pending before CIT (Appeals)
2018-19	1284.32	1308.62	-	Appeal is pending before CIT (Appeals)
2020-21	7777.65	7794.08		The appeal is pending before CIT (Appeals).
2023-24	6145.00	-		Assessment is yet to be completed

c) As per Sl.No.21 of the 2nd schedule of the notification of the Ministry of Mines, Royalty is payable on the gold metal in ore produced. Further as per the provisions of section 9 of MMDR Act, the Royalty is payable in respect of any mineral removed or consumed by the holder of mining lease. The Company is discharging the Royalty on monthly basis on ore milled quantity. As per the advice of the audit, the clarifications with respect to said MMDR Act read with notification was sought from the Dept. of Mines and Geology, Raichur, but no clarifications or advise are received. The company is discharging the liability as per section 9 of the MMDR Act, and which is accepted by the Department of Mines and Geology. Hence no more clarifications or correspondence is required in the matter.

6. The Mines being operated by the company are established and commercially operating ones. As such, the day-to-day costs of drilling and other development are being charged to revenue. The detailed exploration and evaluation of mineral reserves will be carried out as and when new mines are sanctioned to company in terms of IND AS 106.

7. a) The Company had entrusted the revaluation of assets to Government registered independent valuer. The firm has carried out the revaluation of assets as per IND AS requirement, as on 01.04.2021. As reported by the valuer, the valuer has done the appraisal of fair valuation of assets by in-depth study of Fixed Assets Registers, Discussions with technical persons, inspection of the PPEs, indexation, guidelines rates published by the departments of stamps & registration for collection of tax, with due weightage for various parameters published by Government of Karnataka for non-agriculture land and various other factors such as usage of land, developments in nearby locality, amenities, infrastructure, availability of land, commercial real estate, affordability, social and environmental factors, purpose & quantum of land owned by the company, etc., and arrived at their best judgemental appraisal value, for the company for Financial reporting purpose. The Company has relied upon the reports prepared by the valuer and accounted accordingly.

b) In respect of assets whose lives have been completed, the revaluation surplus is depreciated for the remaining useful lives reported by the valuer in the valuation report.

c) During physical verification of fixed assets as on 31.03.2024, the assets worth (book value) of ₹ 5.18 Lakhs (P.Y ₹ 15.77 Lakhs) have been reported to be redundant. Pending detailed examination and decision thereon, no provision is made in the books of accounts.



8.a) Capital Work in progress aging schedule

Capital Work in progress	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	2188.71	2073.52	1122.41	7498.92	12889.32
Projects temporarily suspended	-	-	-	65.49	65.49

b).Capital Work in progress whose completion are overdue

Capital Work in progress	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Inst . & Comm. of 50 TPH (2 nos) Ball Mill	5036.28	-	-	-	5036.28
Retrofit of DD Winder	164.41	-	-	-	164.41
Pit Bottom Buffers for MECL Shaft two cages of UTI	30.00	-	-	-	30.00
Total	5220.07	-	-	-	5220.07

c)The Capital work in progress includes ₹ 65.49 lakhs accounted for gold refinery project. The trial run of the plant was made during FY 2018-19. The plant could not be commissioned due to technical problems. The expert / consultant appointed by the company has reported that the plant is not feasible and viable to continue refining of dore bars economically. The company has issued the show cause notice to the agency. Pending settlement of dispute with the agency, no provision for redundancy is made in the books of accounts as on 31.03.2024

9. a) As per the requirements of Indian Bureau of Mines (IBM) and as a part of mining plans, the company has submitted the progressive mine closer plans for Hutti, Uti and Hirabuddini mines. The technical committee constituted to study the financial and cost impact of progressive mine closer plans, reported that the mines have the life between 17 to 29 years and therefore the estimation of financial / cost implication at this juncture would not be advisable. As per the guidelines of IBM the cost estimation can be initiated at least 2-5 years before the final closer activities starts. The total financial assurance (FA) to be provided by the Company to the IBM, for the working mines is estimated to be ₹ 1202.15 Lakhs, and same has been provided by the company in the form of Bank Guarantees (BG). The Mining leases for Wandali, Ajjanahalli, Mangalur Gold mines and Ingaldal copper mines are pending for renewal and presently the company is not carrying out the mining operations here. The required FAs for these mines will be submitted, once the MLs are renewed.

b).The non-moving store inventory for a period of more than 36 months as on 31.03.2024 (excluding received during current year) was estimated to be ₹ 124.69 Lakhs, (P.Y ₹ 46.21 Lakhs) out of which the inventory valuing Ra.82.44 lakhs have been drawn by the user department from April 2024 onwards and balance left out at main stores was 42.25 lakhs. The user departments have remarked that these balance inventories are required for future use.

c).The approximate Stock of Copper Ore Tailing at CGU is 4,42,376.22 MT (P.Y 4,42,376.22 MT) and at Kalyadi Copper Unit is 500000 MT (P.Y 500000 MT) value not determined. The revenue to be realised on disposal of this COT will be accounted during the year of actual realisation as per Accounting Policy No.2.5.

10.Assets, liabilities, revenues and direct expenses in relation to segments are categorised based on items that are individually identifiable to that segment, while other items, wherever allocable, are apportioned to the segments on appropriate basis. Certain items those are not specifically allocable to individual segments, are separately disclosed as 'unallocated'. The Company has considered business segment as the primary segment for disclosure. There are no other reportable segments.



Segment Information

₹ in lakhs

Particulars	Current Year - 2023-24				Previous Year - 2022-23			
	Gold Unit	Wind Farm	Sand Mining	Total	Gold Unit	Wind Farm	Sand Mining	Total
Segment Revenue	93781.90	790.44	1707.57	96279.91	77164.98	742.35	11.18	77918.51
Segment Expenditure*	70322.21	571.96	1488.41	72382.57	54334.34	564.62	75.23	54974.19
Segmental Results	23459.69	218.48	219.16	23897.33	22830.64	177.73	(64.05)	12944.32
Un-allocable Income				8967.57				4955.03
Un-allocable Expenditure*				1387.11				1113.33
Profit before taxation				31477.80				16786.02
Taxes				7532.33				7002.50
Profit after taxation				23945.47				19783.52
Comprehensive income				(2209.96)				526.51
Total Comprehensive income				21735.51				20310.02
Segment Assets	200256.08	4164.97	12.28	204433.33	205929.99	4152.89	14.30	210097.18
Un-allocable Assets				11370.32				77596.06
Total Assets				318153.65				287693.24
Segment Liabilities	34802.92	3.34	0.00	34806.27	21358.10	0.13	0.35	21358.58
Un-allocable Liabilities				0.00				745.84
Total Liabilities				34806.27				22104.32
Capital Expenditure	12809.79	139.26	0.00	12949.05	13360.62	0	0	13360.62
Depreciation	3849.25	306.96	6.96	4163.17	1539.68	306.96	4.63	1851.26

* Note

1. Registered Office expenses have been considered as un-allocable. The expenses of Chitradurga unit, which are directly identifiable with wind mill operations have been allocated to wind operation and other expenses have been apportioned to wind mill on approximation.

2. The Gold unit expenses are net of stock adjustment.

3. Previous years amounts have been reapportioned and restated, wherever necessary.

11. The Company has made an Inter-Corporate Loan of ₹ 100 Lakhs to Mysore Lamp Works Limited, a Government Company, the winding up process of which has been initiated. The Company has lodged its claim before the official liquidator. Pending the settlement, the Inter Corporate Loan outstanding amounting to ₹ 111.15 Lakhs including interest up to the year 1998-99 is considered doubtful and fully provided for. Consequently no interest is provided from the year 1999-2000. Suitable adjustments will be made on settlement of dues.

12.a) Value of imports calculated on CIF basis.

Description	Current Year. ₹ in Lakhs	Previous Year. ₹ in Lakhs
1. Spare parts	Nil	Nil
2. Capital Goods	Nil	Nil

b) Imported and indigenous Stores and spare parts consumption:

Description	Current Year		Previous Year	
	Amount (₹ in Lakhs)	%	Amount (₹ in Lakhs)	%
i) Indigenous	6727.88	100.00	6045.37	6045.37
ii) Imported	0.00	0.00	Nil	Nil
Total	6727.88	100.00	6045.37	6045.37

c) Earnings in Foreign currency - Nil.

d) Expenditure in Foreign currency:-

(i) CIF value of spare parts imported - ₹ Nil (Previous Year - ₹ Nil Lakhs)

(ii) Foreign travel expenses - ₹ Nil (Previous Year ₹ 19.36)



13. The Company has budgeted CSR expenditure of ₹ 450 Lakhs (P.Y ₹ 500 Lakhs), considering 2% of the average profits of the previous 3 years as per Section 135 of the Companies Act, 2013. The Company has sanctioned ₹ 417.12 lakhs for the FY 2023-24 for various projects and released ₹ 552.12 lakhs, which includes Rs. 135 lakhs released towards project sanctioned during previous year. The details of amount spent towards CSR during the FY 2023-24 is as under

(a) The Gross amount required to be spent by the company during the year was ₹ 418.98 Lakhs (P.Y ₹ 420.06 lakhs)

(b) Amount spent during the year on:

₹ in Lakhs

Sl.No.	Particulars	Sanctioned amount	Paid during previous years	Paid during the year	Yet to be paid
1	Class rooms, compound walls and furniture to schools	280.00	0.00	280.00	0.00
2	Infrastructure facilities to Hospitals	297.12	125.00	172.12	0.00
3	Medical camps, blood banks and treatments	85.00	0.00	10.00	75.00
4	Sponsorship to students/schools/colleges	75.00	0.00	10.00	65.00
5	Building infrastructure at rural areas	70.00	0.00	70.00	0.00
6	Skill development/Self employment training etc.,	10.00	0.00	10.00	0.00

Note:- Sanctioned amount of Ra.297.12 lakhs for infrastructure facilities to hospital and Ra.85 lakhs towards medical camps, blood banks & treatment includes respectively, Rs.250 lakhs and Ra.75.00 lakhs sanctioned during previous year.

The company has spent excess during previous year and the short fall of current year will get adjusted against excess spent during previous year.

14. Details of maintenance and other expenditure on Township and other social overheads.

REVENUE:

Particulars	Current Year ₹ in Lakhs	Previous Year ₹ in Lakhs
Maintenance materials	13.83	29.18
Salaries, Wages & benefits	2274.62	1857.49
Water Supply	219.76	192.20
Electricity Charges	656.89	560.47
Repairs & Maintenance of Buildings & Roads	494.19	267.33
Depreciation	140.21	167.66
Medical facilities	1008.31	731.58
Expenses on Social & Cultural activities	1648.34	1275.74
Total	6456.15	5081.95
Less: Township recoveries:	131.16	117.17
Net: Township Expenses:	6324.99	4964.78

CAPITAL:

Particulars	Current Year - ₹ in Lakhs		Previous Year - ₹ in Lakhs	
	Gross Block as at 31-03-24	Depreciation Up-to 31-03-24	Gross Block as at 31-03-23	Depreciation Up-to 31-03-23
Township	5170.35	1745.87	4060.77	1938.74
Hosp. School & Social & cultural	1243.09	629.94	1076.45	564.77
	351.13	189.78	147.13	111.17
Total	6764.57	2565.59	5284.34	2447.02



15. Detailed information as per IND AS -19 on Employees Benefits.

The company has defined benefit plans comprising of Service Gratuity, Privilege leave benefit & Employees superannuation scheme. The valuation of liabilities have been arrived using Projected Unit Credit Actuarial Method.

₹ in Lakhs

Sl. No	Particulars	Current Year – 2023-24			Previous Year – 2022-23		
		Service Gratuity	PL Benefit	E.S.S.	Service Gratuity	PL Benefit	E.S.S.
A	Changes in the Defined Obligation (DBO) during the period						
	DBO, beginning of period	14800.17	3358.58	3027.49	15407.01	3141.54	3240.85
	Net current service cost	913.73	332.09	170.52	807.64	244.66	187.29
	Interest cost on DBO	1065.38	248.45	219.33	1094.57	230.08	234.40
	Benefits paid	(1323.68)	*(1146.50)	(282.05)	(2001.81)	(1088.42)	(332.60)
	Actuarial (Gains)/Loss	2087.31	1810.43	833.46	(507.24)	830.72	(302.45)
	Past service cost	1059.39	0	377.57	0	0	0
	DBO, end of period	18602.30	4603.06	4346.32	14800.17	3358.58	3027.49
B	Change in fair value of Plan Assets during the period						
	Fair value of plan assets, beginning of period	13874.38	3250.32	623.59	12482.82	3231.62	590.94
	Interest income on plan assets	1016.99	238.25	79.68	929.97	240.76	43.07
	Actual company contributions	960.59	358.78	1282.64	2565.76	200.63	325.90
	Benefits paid	(1323.68)	(264.09)	(282.05)	(2001.81)	(416.22)	(332.60)
	Actuarial Gain/(Loss)	(17.07)	9.50	(15.39)	(102.36)	(6.47)	(3.72)
	Fair value of plan assets, end of period	14511.21	3592.76	1688.48	13874.38	3250.32	623.59
C	Amounts in Balance Sheet at period end						
	Defined benefit obligation		4603.06		--	3358.58	--
	Fair value of plant assets		3592.77		--	3250.32	--
	(Asset)/Liability recognized in the Balance Sheet		1010.29		--	108.26	--
D	Amount recognized in Statement of Profit & Loss at period end						
	Service cost		332.09		--	244.66	--
	Net interest cost		10.20		--	(10.68)	--
	Remeasurements		1800.93		--	837.20	--
	Total expenses/(income) included in "Employee benefit expenses"		2143.23		--	1071.18	--
E	Amount recognized in statement of financial position at period end						
	Present value of funded defined benefit obligation	18602.31		4346.32	14800.17	--	3027.49
	Fair value of plant assets	14511.21		1688.48	13874.38	--	623.59
	Net defined benefit (Asset)/Liability recognized in the statement of financial position	4091.10		2657.84	925.79	--	2403.90
	Net defined benefit cost/(income) included in statement of Profit & Loss at period end						
F	Service cost	913.73		170.52	807.64	--	187.29
	Net interest cost	48.39		139.64	164.59	--	191.34
	Past service cost	1059.39		377.57			
	Total defined benefit cost/(income) included in Profit & Loss expenses	2021.52		687.74	972.23	--	378.63



G	Principal Actuarial Assumptions						
	Discount Rate	7.09	7.09	7.09	7.33	7.33	7.33
	Mortality Rate	IALM (2012-14) Ultimate			IALM (2012-14) Ultimate		
	Salary escalation	8.00	8.00	8.00	7.00	7.00	7.00
	Expected rate of return on assets	7.09	7.09	7.09	7.33	7.33	7.33

* The benefits paid includes ₹ 882.41 Lakhs (P.Y ₹ 672.20 Lakhs) settled by company.
E.S.S. stands for Employees Special Superannuation Scheme.

16. The remuneration of Directors and key managerial personal as per IND AS 24 is as under

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. no.	Particulars of Remuneration	Managing Director	
		Sri.Sanjay Shettannavar IAS 01.04.2023 to 31.03.2024 ₹ in Lakhs	Total ₹ in Lakhs
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	27.71	27.71
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		
2	Stock Option		
3	Sweat Equity		
4	Commission		
	- as % of profit		
	- others, specify...		
5	Others, please specify: -		
	(a) contributions to funds/pensions schemes		
	Total (A)	27.71	27.71
	Ceiling as per the Act		

B. Remuneration to other Directors:

Sl. no.	Particulars of Remuneration	Directors				Total Amount ₹ in Lakhs
		----	----	----	----	
1	Independent Directors	-	-	-	-	-
	• Fee for attending board / committee Meetings					--
	• Commission	-	-	-	-	-
	• Others, please specify:	-	-	-	-	-
	Total (1)					
2	Other Non-Executive Directors	-	-	-	-	-
	• Fee for attending board / committee Meetings -					
	1. Sri S.S.Mallikarajun - ₹ 0.03 lakhs					
	2. Sri.Pankaj Kumar Pandey, IAS - ₹ 0.02 Lakhs					
	3. Dr.Ekroop Caur, IAS - ₹ 0.02 Lakhs					
	4. Smt.Vinoth Priya R, IAS - ₹ 0.02 Lakhs					
	5. Dr.M.R.Ravi, IAS - ₹ 0.04 Lakhs					
	6. Dr.Richard Vincent D'souza IAS - ₹ 0.06 Lakhs					
	7. Sri.Girish R, IAS - ₹ 0.02 lakhs					
	8. Sri.Jayavibhavasway, IAS - ₹ 0.02 Lakhs					
	• Commission					



• Others, please specify					0.23
Total (2)					0.23
Total (B)=(1+2)					
Total Managerial Remuneration					
Overall Ceiling as per the Act					

C. Remuneration to key managerial personnel other than MD/MANAGER/WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel	
		Name	Total Amount
	Post held	Shri.Prakash Executive Director	
		₹ in Lakhs	₹ in Lakhs
1	1. Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	33.39	33.39
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	2.84	2.84
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		
2	Stock Option		
3	Sweat Equity		
4	Commission		
	- as % of profit		
	- others, specify...		
5	Others, please specify- :		
	(a) Contributions to the funds and EPS	8.42	8.42
	(b) PL Encashment paid on retirement as terminal benefit		
	Total	44.55	44.65

17. Payment to Auditors

Particulars	31 st March 2024	31 st March 2023
i. Statutory Audit	2.50	2.50
ii. Tax Audit	1.00	1.00
iii. Other taxation matters	0.00	0.00
iv. Other Audits/other services	0.00	0.00
v. Reimbursement of expenses	0.25	0.25

The above expense are exclusive of taxes

18. The Company has invested ₹ 103596.37 lakhs in fixed deposits (FDs) including FDs offered as security for bank guarantees in various banks on 31.03.2024 (P.Y ₹ 51781.56 Lakhs). The details of these deposits included in financial statements are as under:

Sl. No.	Particulars	Note No.	₹ in Lakhs	
			As at end of 31.03.2024	As at end of 31.03.2023
1	Cash and cash equivalent (maturity less than 90 days)	11	Nil	Nil
2	Other bank balances (maturity less than one year)	12	85000.00	50000.00
3	Other financial assets – non-current assets (maturity more than one year)	7	17387.35	556.84
4	FDs offered as security for bank guarantees	7 & 13	1209.02	1224.71



19. Balance of sundry creditors, loans & advances, deposits paid are subject to confirmation and reconciliation if any.

20. The outstanding Earnest Money/Security Deposits for more than four years and for which no claims are anticipated in near future is estimated to be about ₹ 8.12 lakhs (P.Y ₹ 25.42 lakhs). Similarly the estimated unclaimed credit balance of various parties for more than four years and for which no claims are anticipated in near future, after adjusting the few old debit balances of vendors is about ₹ 14.97 lakhs. (P.Y. ₹ 36.26 lakhs). These two amounts have been accounted as income during the year. The liability if any arises or if any payments are required to be made by the Company, in future, such payments will be accounted as expenses during the year of payment.

21. Information relating to Micro, Small and Medium Enterprises Development Act, 2006 is as under

Sl.No.	Particulars	₹ in Lakhs
1	Principal amount remaining unpaid to any supplier at the end of financial year	219.01
2	Interest due remaining unpaid to any supplier at the year of the year	Nil
3	Amount of the interest paid by the buyer in terms of section 16 of the Act, along with amount of payment made beyond the appointed date during the year	Nil
4	Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the due date during the year) but without adding the interest specified under the Act	Not significant
5	Amount of interest accrued and remaining unpaid at the end of each financial year	Nil
6	Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the Act.	Nil

The above information has been given of such vendors to the extent they could be identified as Micro and Small Enterprises on the basis of information available to the Company.

22. Trade payable aging schedule

₹ in lakhs

Particulars	Outstanding for following periods from due date of payments as at 31.03.2024				Total
	Less than 1 year	1-2 year	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	106.30	3.18	0.26	14.75	124.49
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-
Total	106.30	3.18	0.26	14.75	124.49

The outstanding shown above includes the amounts withheld due to non-compliance of PO terms/ conditions/short supply/rejection etc.,

23. Trade receivables ageing schedule

₹ in lakhs

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	
Undisputed Trade Receivables - considered good	77.58	502.37	102.00	Nil	0.10	682.05
Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-



Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
Disputed Trade Receivables - considered good	-	-	-	-	-	-
Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
Disputed Trade Receivables - credit impaired	-	-	-	-	-	-
	-	-	-	-	-	-

24. The figures for the previous year have been regrouped and rearranged wherever necessary.

25. Amounts have been rounded off to the nearest two decimal points of lakh of rupees.

26. The gold production shown at sl.no.30 of Note 32 is exclusive of adjustment of opening and closing stock of work in process. The opening and closing stock of work in process gold was 8225.56 grams and 14088.55 grams respectively.

27. Financial Ratios:

Ratio	Numerator	Denominator	31st March, 2024	31st March, 2023
Current Ratio (in times)	Current assets	Current liabilities	4.75	5.97
Return on Equity Ratio (in %)	Profit for the year	Average Shareholder's Equity	12.83	11.73
Inventory turnover Ratio (in times)	Gross Revenue from sale of products and services	Average Inventories	4.62	4.46
Trade Payables turnover ratio (in times)	COGS (Excluding Depreciation being non cash expenses)	Average Trade payables	43.22	26.93
Net Capital turnover ratio (in times)	Gross Revenue from sale of products and services	Working Capital (Current assets-Current liabilities)	0.95	0.87
Net Profit ratio (in %)	Profit for the year	Gross Revenue from sale of products and services	24.99	25.43
Return on Capital employed (in %)	Profit before interest and taxes	Average Capital employed	16.87	15.89

- (i) Debt-Equity Ratio and Debt Service Coverage Ratio are not relevant for the Company as it has no debts (borrowings)
- (ii) Trade receivable turnover ratio not shown since trade receivable are not significant
- (iii) Return on investment is not shown since the company has no investments in securities. The company has invested its surplus funds in fixed deposits with banks
- (iv) Reasons for significant changes in ratios:
 - (A) Current ratio - Due to provision for arrears of wage revision of staff and workers there is a increase in liabilities and therefore the ratio has decreased.
 - (B) Trade payable turnover ratio - Due to increase in the expenses and reduction in trade payables, the ratio has increased



28. Disclosures under amended Schedule III

Note on immovable properties not held in the name of the Company:

Not applicable, since there are no immovable properties which are not held in the name of the company

Note on loans and advances granted to promoters, directors, Key Managerial Persons:

Company has not granted any loans and advances to promoters, directors, Key Managerial Persons.

Note on borrowings from banks or financial institutions on the basis of security of current assets:

Company has not borrowed any loan from banks.

Note on proceedings under Benami Transactions Act:

No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made there under.

Note on Wilful Defaulter:

The company is not declared as wilful defaulter by any bank or financial institution or other lender.

Note on registration of charges or satisfaction with Registrar of Companies:

Charges of Rs.600 lakhs on Company's properties has been created with SBI, IFB Bangalore on 15.10.1993 and modified on 11.06.2011. The charges has been satisfied on 04.08.2023 and memorandum of satisfaction of charges has been obtained from Ministry of Corporate Affairs.

Note on compliance with layer of companies u/s 2(87)

The company has no subsidiary company.

Note on Compliance with approved schemes of arrangement:

No Scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013

Note on Utilization of Borrowed funds and share premium:

Not applicable since Company has not borrowed any funds and does not have any share premium

Note on Undisclosed Income:

The company has no transaction 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)

Note on Crypto Currency or Virtual Currency:

The Company has not traded or invested in crypto currency or virtual currency during the financial year.

Transactions with Struck companies :

Based on the information / records made available by the vendors/contractors and buyers, the company does not have any transactions with struck companies .



29. PRODUCTION, STOCKS AND SALES

	Class of Goods	Unit	Current Year			Previous year		
			Hutti	Chitradurga	Total	Hutti	Chitradurga	Total
Quantitative Particulars								
Milling	Ore	Tons	718281		718281	605976		605976
Actual Production	Gold	Grams	1553054.99		1553054.99	1411423.00		1411423.00
	Silver	Grams	150055.25		150055.25	147361.88		147361.88
	Wind Energy	KWH		23248148	23248148		21833890	21833890
Opening Stock	Gold	Grams	380006.28		380006.28	380873.63		380873.63
	Silver	Grams	145294.77		145294.77	145216.79		145216.79
Closing Stock	Gold	Grams	405064.45		405064.45	380006.28		380006.28
	Silver	Grams	143241.14		143241.14	145294.77		145294.77
Sales	Gold	Grams	1527996.87		1527996.87	1412290.36		1412290.36
	Silver	Grams	152183.10		152183.10	147283.90		147283.90
	Wind Energy	KWH		23248148	23248148		21833890	21833890

₹ in Lakhs								
Value Particulars								
Opening Stock	Gold		12068.81		12068.81	10140.14		10140.14
	Silver		78.47		78.47	78.53		78.53
Closing Stock	Gold		14163.39		14163.39	12068.81		12068.81
	Silver		80.33		80.33	78.47		78.47
Sales	Gold		93223.54		93223.54	76963.91		76963.91
	Silver		110.30		110.30	93.76		93.76
	Wind Energy			790.44	790.44		142.35	142.35

₹ in Lakhs					
Gold Under Gold Monetization Scheme					
Particulars	995 purity (Grams)	Converted to 1000 purity (Grams)	Cost Value	Value as per certificate	Remarks
Opening stock	1002589.02	997576.07	24230.60	47213.29	Certificates issued for 995 purity
Closing stock	1002589.02	997576.07	24230.60	47213.29	

Details of sand Mining					
Extracted		Sales		Closing stock	
Qty (MT)	₹ in Lakhs	Qty (MT)	₹ in Lakhs	Qty (MT)	₹ in Lakhs
417389	2378.37	243938	1707.57	219331	786.97

Note Number 1-35 forms part of the accounts

To be read with our report of even date

for and on behalf of the Board

For P.K.Rungta & Co.,
Chartered Accountants
ICAI Firm Reg.No 0034985
Ashish Rungta
(CA Ashish Rungta)
Partner
Membership No.236749

K. Srikanth Reddy
(K. Srikanth Reddy)
DGM(Finance)

R. Shilpa
(R.Shilpa ,KAS)
Managing Director
DIN 10783235

J.T. Patil
(J.T.Patil)
Chairman
DIN00535538

BANGALORE
DATED : 10-09-2024.



