

NOTICE

NOTICE IS HEREBY GIVEN THAT THE 46th ANNUAL GENERAL MEETING OF MEMBERS OF SUNIL INDUSTRIES LIMITED WILL BE HELD ON THURSDAY THE 29TH SEPTEMBER, 2022 AT 02.00 P.M. THROUGH VIDEO CONFERENCING OR OTHER AUDIO-VISUAL MEANS, TO TRANSACT THE FOLLOWING.

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ORDINARY BUSINESS:

Item no. 1: APPROVAL OF AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

To receive, consider and adopt the Audited Financial Statements for the year ended 31st March 2022 together with the Reports of the Board of Directors and the Auditors thereon.

Item No. 2: APPROVAL FOR RE-APPOINTMENT OF MR. PRADEEP CHATRUPRASAD ROONGTA, WHOLE TIME DIRECTOR (HOLDING DIN 00130283) WHO IS RETIRING BY ROTATION AND BEING ELIGIBLE OFFERS HIMSELF FOR RE-APPOINTMENT

To appoint Mr. Pradeep Chatruprasad Roongta, Whole Time Director (Holding DIN 00130283) who retires by rotation at the ensuing Annual General Meeting, and being eligible offers himself for re-appointment.

Item no. 3: TO RE-APPOINT M/S P R AGARWAL & AWASTHI, CHARTERED ACCOUNTANTS (FRN 117940W) AS STATUTORY AUDITORS OF THE COMPANY AND TO FIX THEIR REMUNERATION.

To consider, and if thought fit, to pass with or without modification, if any, the following resolution as an Ordinary Resolution;

“RESOLVED THAT pursuant to the provisions of Sections 139, 141, 142 and all other applicable provisions of the Companies Act, 2013 and the Rules made thereunder, as amended from time to time and pursuant to the recommendation of the Audit Committee of the Company, the consent of the members of the Company be and is hereby accorded to appoint M/s. P R Agarwal & Awasthi (FRN: 117940W) as the Statutory Auditors of the Company for a period of 5 years from the conclusion of 46th Annual General Meeting till the conclusion of the 51st Annual General Meeting of the Company to be held in the year 2027 on such remuneration, as recommended by the Audit Committee and as may be mutually agreed between the Board of Directors of the Company and the Statutory Auditors from time to time.”

SPECIAL BUSINESS:

Item no. 4: RATIFICATION OF REMUNERATION PAYABLE TO COST AUDITOR FOR FINANCIAL YEAR 2022-2023

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

“RESOLVED THAT pursuant to provisions of Section 148 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modifications(s) or re-enactment thereof for the time being in force) and any other applicable provisions, if any, the appointment of M/s Shanker Chaudhary & Co., Cost Accountants as Cost Auditors of the Company by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the Financial Year 2022-2023 at remuneration of Rs. **1,25,000/-**p.a. plus applicable taxes as paid to them be and is hereby ratified.”

RESOLVED FURTHER THAT any of the Directors of the Company and/or the Company Secretary of the Company be and are hereby severally authorized to do all such acts, deeds, matters and things as may

be deemed proper, necessary, or expedient, including filing the requisite forms with Ministry of Corporate Affairs or submission of documents with any other authority, for the purpose of giving effect to this Resolution and for matters connected therewith or incidental thereto”

Item no. 5: RE-APPOINTMENT OF RAJESH SITARAM TIBREWAL AS AN INDEPENDENT DIRECTOR:

To consider and, if thought fit, to pass the following Resolution as a **Special Resolution**:

“**RESOLVED** that pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”), the Companies (Appointment and Qualifications of Directors) Rules, 2014, read with Schedule IV to the Act and Regulation 17 and other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), as amended from time to time, Mr. Rajesh Sitaram Tibrewal (DIN 00130509), who was appointed as an Independent Director at the 41st Annual General Meeting of the Company and who holds office up to 21st August, 2022, being eligible for re-appointment and who meets the criteria for independence as provided in Section 149(6) of the Act along with the rules framed thereunder and Regulation 16(1)(b) of SEBI Listing Regulations and who has submitted a declaration to that effect and in respect of whom the Company has received a Notice in writing from a Member under Section 160(1) of the Act proposing her candidature for the office of Director, be and is hereby re-appointed on the basis of Recommendation and performance evaluation by Nomination and Remuneration Committee as an Independent Director of the Company, not liable to retire by rotation, to hold office for a Consecutive Second Term of Five years commencing with effect from 22nd August, 2022 upto 21st August, 2027.”

RESOLVED FURTHER THAT any of the Directors of the Company and/or the Company Secretary of the Company be and are hereby severally authorized to do all such acts, deeds, matters and things as may be deemed proper, necessary, or expedient, including filing the requisite forms with Ministry of Corporate Affairs or submission of documents with any other authority, for the purpose of giving effect to this Resolution and for matters connected therewith or incidental thereto”.

Notes:

- 1) In view of the continuing COVID-19 pandemic and pursuant to General Circular Nos. 14/2020, 17/2020, 20/2020, 02/2021, 19/2021, 21/2021 and 02/2022 dated 8th April, 2020, 13th April, 2020, 5th May, 2020, 13th January, 2021, 8th December, 2021, 14th December, 2021 and 5th May, 2022, respectively issued by the, Ministry of Corporate Affairs (“MCA”) (collectively referred to as “MCA Circulars”) and Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79, SEBI/HO/CFD/CMD2/CIR/P/2021/11 and SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 12th May, 2020, 15th January, 2021 and 13th May, 2022, respectively issued by the Securities and Exchange Board of India (collectively referred to as “SEBI Circulars”), the holding of the Annual General Meeting through VC/OAVM, without the physical presence of the Members has been permitted. In compliance with the provisions of the Companies Act, 2013 (‘the Act’), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (‘the Listing Regulations’), MCA Circulars and SEBI Circulars, the AGM of the Company is being held through VC/OAVM which does not require the physical presence of the Members at a common venue. The proceedings of the AGM will be deemed to be conducted at the Registered Office of the Company which shall be the deemed venue of the AGM.
- 2) As this AGM is being held through VC/OAVM and physical attendance of the Members has been dispensed with in line with the MCA Circulars and the SEBI Circulars, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
- 3) In accordance with the aforesaid MCA Circulars, the Company has made necessary arrangements for the Members to register their e-mail addresses for receiving the Notice. Members who have not

registered their e-mail addresses are requested to register the same as per the process mentioned in the Notes.

- 4) In compliance with the provisions of Section 108 of the Act, Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of the Listing Regulations, (including any statutory modification(s) or amendment(s) or re-enactment(s) thereof, for the time being in force) and various MCA Circulars, the Company is pleased to provide its Members with the e-voting facility to exercise their right to vote on the proposed resolutions electronically. For this purpose, the Company has appointed Mr. Hemant Shetye, Company Secretary, having Membership No. FCS-2827 & Certificate of Practice No. 1483, Designated Partner of M/s HSPN & Associates LLP, Practising Company Secretaries, as the Scrutinizer for conducting the e- voting process in a fair and transparent manner.
- 5) The Company has engaged Central Depository Services (India) Limited (“CSDL”) as the agency to provide the e-voting facility and the instructions for e-voting are provided as part of this Notice.
- 6) The voting rights of Members shall be in proportion to their shares in the paid- up equity share capital of the Company as on the Cut-Off Date i.e., Thursday, 22nd September, 2022.
- 7) Corporate Members intending to authorise their representatives to attend the AGM pursuant to Section 113 of the Act, are requested to send to the Company, a certified copy of the relevant Board Resolution together with the respective specimen signatures of those representative(s) authorised under the said resolution to attend and vote on their behalf at the meeting.
- 8) The Members of the Company can join the AGM through VC/OAVM 15 minutes before and after the scheduled time of the commencement of the AGM. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 Members of the Company on first come first served basis. This will not include large Members (Members holding 2% or more shares of the Company), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of various Committees of the Company, Auditors etc. who are allowed to attend the AGM without any restriction.
- 9) The attendance of the Members at the AGM through VC/OAVM will be counted for the purpose of determining the quorum under Section 103 of the Act.
- 10) The Register of Members and the Share Transfer Books of the Company will be closed from Friday, 23rd September, 2022 to Thursday, 29th September, 2022 (both days inclusive).
- 11) Members are requested to notify any change in their address or bank mandate to: (a) their respective Depository Participants in case of shares held in electronic form; or (b) the Company’s Registrar & Share Transfer Agent, Link Intime India Private Limited at C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai - 400 083. Tel: +91 22 49186270 Fax: +91 22 49186060. Email: rnt.helpdesk@linkintime.co.in Website: <http://www.linkintime.co.in>, in case of shares held in physical form.
- 12) The Voting through an electronic means will commence on **Monday, 26th September 2022 at 9 a.m.** and will end on **Wednesday, 28th September, 2022 at 5 p.m.** The members will not be able to cast their electronically beyond the date and time as aforesaid mentioned.
- 13) The Company’s Equity Shares are listed on BSE Limited, P.J. Towers, Dalal Street, Mumbai – 400 001. The Company has paid the annual listing fees for the financial year 2022-2023.
- 14) In terms of Section 72 of the Companies Act, 2013 and Rule 19 of the Companies (Share Capital and Debentures) Rules, 2014, every holder of securities of the Company may, at any time, nominate, in the prescribed manner, a person to whom his/her securities of the Company shall vest in the event of his/her death. Members, who wish to avail of this facility, may fill in the prescribed Form No. SH-13 and forward the same to Link Intime India Private Limited.

- 15)** To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are also advised to not leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant ('DP') and holdings should be verified from time to time.
- 16)** Members who desire to take part in the Green Initiative of the Company, are requested to register their e-mail addresses with their Depository Participant(s) in case they hold shares in demat form and with the Company/ their RTA for the shares held in physical form by submitting the Investor Service Request Form - Form ISR1, ISR2 and Nomination form duly filed and signed, as per the specimen signatures registered against the folio, along with the supporting documents stated thereon. On registration, all the communications will be sent to the e-mail address of the Member registered with the Company.
- 17)** An electronic copy of the Annual Report 2021-2022 along with the Notice are being sent to all those Members whose e-mail addresses are registered with the Company/Depository Participant(s) and physical copy of the same is not being provided in line with the aforementioned circulars issued by the MCA and SEBI. Members may also note that the Notice of the 46th AGM and the Annual Report are available on the Company's website <http://www.sunilgroup.com>. The aforesaid documents can also be accessed from the website of the Stock Exchange i.e., BSE Limited at www.bseindia.com and on the website of CDSL (agency for providing the e-voting facility) i.e., www.evotingindia.com.
- 18)** The documents referred to in the Notice of the AGM are available for inspection electronically without any fee by the Members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an e-mail to cssunilgroup@gmail.com.
- 19)** As per Regulation 40 of the Listing Regulations, securities of the listed companies can only be transferred in demat form with effect from 1st April 2019, except in case of request for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, Members holding shares in physical form are requested to consider converting their holding to demat form. Members can contact the Company or Link Intime India Private Limited (RTA) for assistance in this regard.
- 20)** Members may please note that SEBI has made Permanent Account Number (PAN) as the sole identification number for all participants transacting in the securities market, irrespective of the amount of such transactions. SEBI has also made it mandatory for submission of PAN in the following cases: (i) Deletion of name of the deceased Member(s) (ii) Transmission of shares to the legal heir(s) and (iii) Transposition of shares.

Further, the Members are requested to kindly note that as per SEBI circular bearing no SEBI/HO/MIRSSD_RTAMB/PCIR/2021/655 dated 3rd November, 2021, it is mandatory for Members holding shares in physical form to register their PAN, KYC details, Bank particulars and Nomination against their folio no. PAN is also required to be linked to Aadhar No. by the Members to be considered as valid PAN.

Members holding shares in physical form are requested to provide Form ISR1, ISR2 and Nomination Form duly filled and signed along with the hard copy of the following self-attested documents to Link Intime India Private Limited for registration against their respective folio(s):

- Identity Proof: Copy of PAN card/ Aadhar Card
- Address Proof: Copy of Aadhar Card/ Passport/ client Master List/ Utility Bill not over 3 months old
- Bank Details: Copy of the cancelled cheque stating the name of the Member as account holder
- Contact Details: Mobile no., e-mail id
- Nomination: Please provide Form SH13 duly filled and signed.
- In the absence of any of the above information registered against your folio no., your folio no. will be frozen for any updation/ dividend payment in accordance with the aforesaid Circular.

- Form ISR1, ISR2 and Nomination forms are available on the website of Company www.sunilgroup.com and on the website of our Registrar and Transfer Agent at <http://www.linkintime.co.in>.

- 21)** In order to increase the efficiency of the e-voting process, SEBI vide its circular SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 9th December, 2020, had enabled e-voting to all the demat account holders by way of a single login credential through their demat accounts/ websites of Depositories / Depository Participants. Demat account holders would be able to cast their vote without having to register again with the e-voting service providers (ESPs), thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.
- 22)** Members holding shares under multiple folios are requested to submit their applications to Link Intime India Private Limited for consolidation of folios into a single folio.
- 23)** Since the AGM will be held through VC/OAVM, the Route Map is not annexed to this Notice.

THE INSTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:

- i. The voting period begins on **Monday, 26th September, 2022 at 9.00 am and ends on Wednesday, 28th September, 2022 at 5.00 pm**. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of **Thursday 22nd September, 2022** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- iii. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/ CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.
Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.
In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.
- iv. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<p>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi.</p> <p>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service</p>

	<p>Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" "Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>
<p>Individual Shareholders (holding securities in demat mode) login through their</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider</p>

Depository Participants	website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
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Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL.

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cDSLindia.com or contact at 022-23058738 and 22- 23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

v) Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.

- 1) The shareholders should login on to the e-voting website <https://evotingindia.com>.
- 2) Click on “Shareholders/ Member” module.
- 3) Now Enter your User ID:
 - a) For CDSL: 16 digits beneficiary ID;
 - b) For NSDL: 8 Character DP ID followed by 8 Digits Client ID;
 - c) Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification Code / Captcha Code as displayed and Click on Login.
- 5) If you are holding shares in Demat Form and had logged on to www.evotingindia.com and had cast your vote earlier for EVSN of any company/entity, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below. Now, fill up the following details in the appropriate boxes:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

vi) After entering these details appropriately, click on “SUBMIT” tab.

vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, Shareholders holding shares in Demat form will now reach ‘Password

Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the Demat holders for voting on resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- viii) For Shareholders holding shares in physical form, the details can be used only for e-voting on the resolution contained in this Notice.
- ix) Click on the **220829033** EVSN number of Sunil Industries Limited on which you choose to vote.
- x) On the voting page, you will see Resolution Description and against the same the option "YES/NO" for voting. Select the option "YES" or "NO" as desired. The option "YES" implies that you assent to the Resolution and option "NO" implies that you dissent to the Resolution.
- xi) Click on the "Resolutions File Link" if you wish to view the entire Resolutions.
- xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xiv) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- xv) If Demat account holder has forgotten the changed password, then enter the User ID and image verification code/captcha code and click on Forgot Password & enter the details as prompted by the system.

xvi) For Non – Individual Shareholders, Custodians and Institutional Shareholders:

- Non-Individual Shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details, they have to create a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; info@sunilgroup.com and if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

24) INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

- a) The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
- b) The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
- c) Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
- d) Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

- e) Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- f) Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- g) Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least **15 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **15 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
- h) Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
- i) Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
- j) If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

25) PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/ MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/ DEPOSITORIES:

- 1) For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company at **cssunilgroup@gmail.com**.
- 2) For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
- 3) For Individual Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.
- 4) If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022- 23058542/43. All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL), Central Depository Services (India) Limited, A Wing, 25th Floor, MarathonFuturex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

26) Other Instructions:

- (A) Facility of joining the AGM through VC / OAVM shall open 15 minutes before the time scheduled for the AGM and will be available for Members on first come first served basis. Members who need assistance before or during the AGM, can contact CDSL helpdesk.evoting@cdslindia.com or call 1800225533 or the Video conferencing provider at support@purvashare.com or call Tel: (022) 23016761.
- (B) If you are already registered with CDSL for e-voting then you can use your existing user ID and password/PIN for casting your vote.
- (C) You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
- (D) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.
- (E) In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the Downloads section of www.evotingindia.com.
- (F) The voting rights of shareholders shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date (record date) of **Thursday, 22nd September, 2022**.
- (G) Mr. Hemant Shetye, Designated Partner of M/s HSPN ASSOCIATES & LLP, Practicing Company Secretaries (Membership No. FCS 2827 and COP 1483) has been appointed as the Scrutinizer to scrutinize voting process for the Annual General Meeting in a fair and transparent manner.
- (H) The Scrutinizer shall within a period not exceeding two 48hrs from the conclusion of the Annual General Meeting shall unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer’s Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
- (I) The Results declared along with the Scrutinizer’s Report shall be placed on the Company’s website <http://www.sunilgroup.com> and on the website of CDSL within two 48 hrs of the conclusion of the AGM of the Company and shall also be communicated to BSE Limited.

- 27)** All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the during **normal business hours (9.00 am to 5.00 pm)** on all working days, up to and including the date of the Annual General Meeting of the Company by request through E-mail.

Information of Directors seeking re-appointment at the ensuing Meeting, as required under Regulation 36 (3) of the Listing Regulations and SS-2 issued by the Institute of Company Secretaries of India, is as follows:

Particulars	Pradeep Chatruprasad Roongta
Date of Birth (Age)	60 years
Date of Appointment/Re-appointment	01 st November, 1999
Qualifications	Commerce Graduate
Expertise in specific functional areas	Production & Administration
Directorships held in other public companies (excluding foreign companies and Section 8 companies)	NIL

List of Listed Companies in which the person has resigned in the past three years	NIL
Memberships / Chairmanships of committees of other public companies (includes only Audit Committee and Stakeholders' Relationship Committee.)	NIL
Number of shares held in the Company	13,600

Particulars	Rajesh Tibrewal
Date of Birth (Age)	50 years
Date of Appointment/Re-appointment	22 nd August, 2022
Qualifications	Commerce Graduate
Expertise in specific functional areas	Accounting and Finance
Directorships held in other public companies (excluding foreign companies and Section 8 companies)	NIL
List of Listed Companies in which the person has resigned in the past three years	NIL
Memberships / Chairmanships of committees of other public companies (includes only Audit Committee and Stakeholders' Relationship Committee.)	NIL
Number of shares held in the Company	Nil

**ON BEHALF OF THE BOARD
FOR SUNIL INDUSTRIES LIMITED**

**SD/-
VINOD LATH
MANAGING DIRECTOR AND CHAIRMAN
DIN NO: 00064774
DATE: 25th AUGUST, 2022
PLACE: DOMBIVLI**

EXPLANATORY STATEMENT

AS REQUIRED BY SECTION 102 OF THE COMPANIES ACT, 2013 and Regulation 36(5) of SEBI (LODR), 2015

Item No. 3:

Re-Appointment of M/S P R AGARWAL & AWASTHI Chartered Accountants (FRN: 117940W) As Statutory Auditors of The Company for A Period Of 5 Years and To Fix Their Remuneration:

M/s. P R AGARWAL & AWASTHI, Chartered Accountants, were appointed as Statutory Auditors of the Company at the 41st Annual General Meeting ('AGM') held on 26th September, 2017 for a period of 5 years, up to the conclusion of 46th AGM. M/s. P R AGARWAL & AWASTHI, Chartered Accountants are eligible for re-appointment for a further period of 5 years. M/s. P R AGARWAL & AWASTHI, Chartered Accountants have given their consent for their re-appointment as Statutory Auditors of the Company and has issued certificate confirming that their re-appointment, if made, will be within the limits prescribed under the provisions of Section 139 of the Companies Act, 2013 ('the Act') and the rules made thereunder. M/s. P R AGARWAL & AWASTHI, Chartered Accountants have confirmed that they are eligible for the proposed appointment under the Act, the Chartered Accountants Act, 1949 and the rules or regulations made thereunder. As confirmed to Audit Committee and stated in their report on financial statements, the Auditors have reported their independence from the Company according to the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') and the ethical requirements relevant to audit. Based on the recommendations of the Audit Committee and the Board of Directors, it is hereby proposed to re-appoint M/s. P R AGARWAL & AWASTHI, Chartered Accountants, having FRN 117940W, as the Statutory Auditors of the Company for the second and final term of five (5) consecutive years, who shall hold office from the conclusion of this 46th AGM till the conclusion of the 51st AGM of the Company. The Board of Directors on the recommendation of the Audit Committee has approved a remuneration of Rs. 2,50,000 (Rupees Two Lakh Fifty Thousand Only) for conducting the audit of the Company, excluding applicable taxes and reimbursement of out-of-pocket expenses on actuals. The remuneration proposed to be paid to the Statutory Auditors during their second and final term would be in line with the existing remuneration and shall be commensurate with the services to be rendered by them during the said tenure. The Board of Directors in consultation with the Audit Committee may alter and vary the terms and conditions of appointment, including remuneration, in such manner and to such extent as may be mutually agreed with the Statutory Auditors.

The Board recommends the resolution set out at Item No. 3 of the Notice for approval by the Members by way of an Ordinary Resolution.

None of the Directors or Key Managerial Personnel of the Company or their relatives are interested or concerned, financially or otherwise, in the resolution.

Item No. 4:

The Board, on the recommendation of the Audit Committee, has approved the appointment and Remuneration of Rs. 1,25,000/- p.a. to be paid to M/s Shanker Chaudhary & Co., Cost Accountants as Cost Auditors to conduct the audit of the cost records of the Company for the Financial Year 2022 -2023.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the Remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company. Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 4 of the Notice for ratification of the Remuneration payable to the Cost Auditors for the Financial Year 2022 - 2023.

The Board of Directors accordingly recommends the Resolutions set out at Item No. 4 of the accompanying Notice for the approval of the Members.

None of the Directors / Key Managerial Personnel of the Company / their relatives are, in anyway, concerned or interested, financially or otherwise, in aforementioned resolution.

Item No. 5:

Mr Rajesh Sitaram Tibrewal is a Non-Executive Independent Director of the Company. He is member of the Audit Committee, Stakeholders Relationship Committee, Nomination and Remuneration Committee of the Company.

Mr Rajesh Sitaram Tibrewal holding DIN 00130509 is 50 years of age is Graduate by educational Qualification, he is having experience of overlooking Governance activities and also well acquainted with overall finance perspective. He has over the years gained immense experience and knowledge in the field of Accounting and Finance.

He holds Directorship and Committee Membership only in Sunil Industries Limited. He does not hold by herself or for any other person on a beneficial basis, any shares in the Company.

In terms of Section 149 and other applicable provisions of the Companies Act 2013, Mr. Rajesh Sitaram Tibrewal being eligible and offering himself for appointment, and in respect of whom the company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for re-appointment is proposed to be re-appointed as an Independent Director for second five consecutive years for a term up to 21st August, 2027.

In the opinion of the Board, Mr. Rajesh Sitaram Tibrewal fulfils the conditions specified in the Companies Act, 2013 and rules made there under and relevant regulations of SEBI (LODR), 2015 as amended for his appointment as an Independent Director of the Company and is independent of the management. Copy of the draft letter for her appointment as an Independent Director would be available for inspection without any fee by the members at the Registered Office of the Company during normal business hours on any working day.

The Board considers that his Continued Association would be of immense benefit to the Company and it is desirable to continue to avail services of Mr. Rajesh Sitaram Tibrewal as an Independent Director. Accordingly, the Board recommends the resolution in relation to his appointment as a Non-Executive Independent Director, for the approval by the shareholders of the Company.

<u>Sr. No</u>	<u>Particulars</u>	<u>Remarks</u>
1.	Reason for change viz. appointment, resignation, removal, death or otherwise	Re-appointment of Mr. Rajesh Tibrewal holding DIN 00130509 as Independent Director of the Company for a second consecutive term of 5 years with effect from 22 nd August, 2022 to 21 st August, 2027.
2.	Date of appointment	Re- appointment from 22 nd August, 2022
3.	Term of appointment	22 nd August, 2022 to 21 st August, 2027

4.	Brief profile	<p>Mr. Rajesh Tibrewal holding DIN 00130509 is 50 years of age and is Graduate by educational Qualification, he is having experience of overlooking Governance activities and also well acquainted with overall finance perspective. He has over the years gained immense experience and knowledge in the field of Accounting and Finance.</p> <p>Mr. Rajesh Tibrewal being associated with the Company for 5 years is also having knowledge about the industry and is also aware of governance initiatives in general.</p> <p>His Knowledge and Presence as Independent Director on the Board of the Company will help in bringing more experience and a neutral and impartial view towards the functioning of the Company.</p>
5.	Disclosure of relationships between directors (in case of appointment of a director)	Mr. Rajesh Tibrewal is not related to any other Director of the Company
6.	No. of Shares held	NIL

Except Mr. Rajesh Tibrewal being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 5. This Explanatory Statement may also be regarded as a disclosure with the Stock Exchange.

**ON BEHALF OF THE BOARD
FOR SUNIL INDUSTRIES LIMITED**

**SD/-
VINOD LATH
MANAGING DIRECTOR AND CHAIRMAN
DIN NO: 00064774
DATE: 25th AUGUST, 2022
PLACE: DOMBIVLI.**

46TH ANNUAL REPORT

2021 - 2022



SUNIL INDUSTRIES LIMITED
(L99999MH1976PLC019331)

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BOARD OF DIRECTORS:

Mr. Vinod Lath (DIN: 00064774)	:	Chairman and Managing Director
Mr. Pradeep Roongta (DIN: 00130283)	:	Whole-Time Director & CFO
Mr. Ramesh Khanna (DIN: 00130351)	:	Whole-Time Director
Mr. Rohit Gadia (DIN: 02175342)	:	Independent Director
Mr. Rajesh Tibrewal (DIN: 00130509)	:	Independent Director
Mrs. Shruti Saraf (DIN: 07521927)	:	Independent Woman Director
Mr. Sourabh Sahu (ACS: 55322)	:	Company Secretary

REGISTERED OFFICE:

D-8, M.I.D.C., Phase II,
Manpada Road, Dombivli (E) - 421 203
Dist. Thane, Maharashtra.

MANUFACTURING UNITS:**Spinning Unit:**

S.F.No. 324/1, Karungal Village,
K. Anapatti Post, Vedasandur Taluk,
Dist. Dindigul - 624 620.

Weaving Unit:

Plot No. 60- B, Parvati Industrial Area,
Kondigre Road, Near Gangajal Water Tank,
Yadrav, Ichalkaranji.

Processing Unit:

D-8, MIDC, Phase II,
Manpada Road, Dombivli (E),
Dist. Thane - 421 203.

BANKERS:

Standard Chartered Bank

STATUTORY AUDITORS:

M/S P R Agarwal & Awasthi,
Chartered Accountants, Mumbai

SECRETARIAL AUDITOR:

HSPN & Associates LLP
Company Secretaries, Mumbai

INTERNAL AUDITOR:

Chetan Jain & Associates
Chartered Accountants, Mumbai

COST AUDITOR:

M/s Shanker Chaudhary & Co.,
Cost Accountants, Mumbai

SHARE TRANSFER AGENTS:

Link Intime India Private Limited,
Add.: C 101, 247 Park,
L.B.S.Marg, Vikhroli (West),
Mumbai - 400083.

SHARES LISTED AT:

The Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai – 400 001.

46th ANNUAL GENERAL MEETING

Date:	29th September, 2022
Day:	Thursday
Time:	02.00 pm
Place:	VIDEO CONFERENCING(VC) OR OTHER AUDIO-VISUAL MEANS(OAVM)

Sunil Industries Limited

CIN No: L99999MH1976PLC019331
Reg Office: D 8 MIDC PhaseII, Manpada Road,
Dombivli (East), Thane, Maharashtra-421201.
Web: www.sunilgroup.com, Tel: 0251-2870749

NOTICE

NOTICE IS HEREBY GIVEN THAT THE 46th ANNUAL GENERAL MEETING OF MEMBERS OF SUNIL INDUSTRIES LIMITED WILL BE HELD ON THURSDAY THE 29TH SEPTEMBER, 2022 AT 02.00 P.M. THROUGH VIDEO CONFERENCING OR OTHER AUDIO-VISUAL MEANS, TO TRANSACT THE FOLLOWING.

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ORDINARY BUSINESS:

Item no. 1: APPROVAL OF AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2022

To receive, consider and adopt the Audited Financial Statements for the year ended 31st March 2022 together with the Reports of the Board of Directors and the Auditors thereon.

Item No. 2: APPROVAL FOR RE-APPOINTMENT OF MR. PRADEEP CHATRUPRASAD ROONGTA, WHOLE TIME DIRECTOR (HOLDING DIN 00130283) WHO IS RETIRING BY ROTATION AND BEING ELIGIBLE OFFERS HIMSELF FOR RE-APPOINTMENT

To appoint Mr. Pradeep Chatruprasad Roongta, Whole Time Director (Holding DIN 00130283) who retires by rotation at the ensuing Annual General Meeting, and being eligible offers himself for re-appointment.

Item no. 3: TO RE-APPOINT M/S P R AGARWAL & AWASTHI, CHARTERED ACCOUNTANTS (FRN 117940W) AS STATUTORY AUDITORS OF THE COMPANY AND TO FIX THEIR REMUNERATION.

To consider, and if thought fit, to pass with or without modification, if any, the following resolution as an Ordinary Resolution;

“RESOLVED THAT pursuant to the provisions of Sections 139, 141, 142 and all other applicable provisions of the Companies Act, 2013 and the Rules made thereunder, as amended from time to time and pursuant to the recommendation of the Audit Committee of the Company, the consent of the members of the Company be and is hereby accorded to appoint M/s. P R Agarwal & Awasthi (FRN: 117940W) as the Statutory Auditors of the Company for a period of 5 years from the conclusion of 46th Annual General Meeting till the conclusion of the 51st Annual General Meeting of the Company to be held in the year 2027 on such remuneration, as recommended by the Audit Committee and as may be mutually agreed between the Board of Directors of the Company and the Statutory Auditors from time to time.”

SPECIAL BUSINESS:

Item no. 4: RATIFICATION OF REMUNERATION PAYABLE TO COST AUDITOR FOR FINANCIAL YEAR 2022-2023

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

“RESOLVED THAT pursuant to provisions of Section 148 of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modifications(s) or re-enactment thereof for the time being in force) and any other applicable provisions, if any, the appointment of M/s Shanker Chaudhary & Co., Cost Accountants as Cost Auditors of the Company by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the Financial Year 2022-2023 at remuneration of Rs. **1,25,000/-**p.a. plus applicable taxes as paid to them be and is hereby ratified.”

RESOLVED FURTHER THAT any of the Directors of the Company and/or the Company Secretary of the Company be and are hereby severally authorized to do all such acts, deeds, matters and things as may

be deemed proper, necessary, or expedient, including filing the requisite forms with Ministry of Corporate Affairs or submission of documents with any other authority, for the purpose of giving effect to this Resolution and for matters connected therewith or incidental thereto”

Item no. 5: RE-APPOINTMENT OF RAJESH SITARAM TIBREWAL AS AN INDEPENDENT DIRECTOR:

To consider and, if thought fit, to pass the following Resolution as a **Special Resolution**:

“**RESOLVED** that pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”), the Companies (Appointment and Qualifications of Directors) Rules, 2014, read with Schedule IV to the Act and Regulation 17 and other applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”), as amended from time to time, Mr. Rajesh Sitaram Tibrewal (DIN 00130509), who was appointed as an Independent Director at the 41st Annual General Meeting of the Company and who holds office up to 21st August, 2022, being eligible for re-appointment and who meets the criteria for independence as provided in Section 149(6) of the Act along with the rules framed thereunder and Regulation 16(1)(b) of SEBI Listing Regulations and who has submitted a declaration to that effect and in respect of whom the Company has received a Notice in writing from a Member under Section 160(1) of the Act proposing her candidature for the office of Director, be and is hereby re-appointed on the basis of Recommendation and performance evaluation by Nomination and Remuneration Committee as an Independent Director of the Company, not liable to retire by rotation, to hold office for a Consecutive Second Term of Five years commencing with effect from 22nd August, 2022 upto 21st August, 2027.”

RESOLVED FURTHER THAT any of the Directors of the Company and/or the Company Secretary of the Company be and are hereby severally authorized to do all such acts, deeds, matters and things as may be deemed proper, necessary, or expedient, including filing the requisite forms with Ministry of Corporate Affairs or submission of documents with any other authority, for the purpose of giving effect to this Resolution and for matters connected therewith or incidental thereto”.

Notes:

- 1) In view of the continuing COVID-19 pandemic and pursuant to General Circular Nos. 14/2020, 17/2020, 20/2020, 02/2021, 19/2021, 21/2021 and 02/2022 dated 8th April, 2020, 13th April, 2020, 5th May, 2020, 13th January, 2021, 8th December, 2021, 14th December, 2021 and 5th May, 2022, respectively issued by the, Ministry of Corporate Affairs (“MCA”) (collectively referred to as “MCA Circulars”) and Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79, SEBI/HO/CFD/CMD2/CIR/P/2021/11 and SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated 12th May, 2020, 15th January, 2021 and 13th May, 2022, respectively issued by the Securities and Exchange Board of India (collectively referred to as “SEBI Circulars”), the holding of the Annual General Meeting through VC/OAVM, without the physical presence of the Members has been permitted. In compliance with the provisions of the Companies Act, 2013 (‘the Act’), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (‘the Listing Regulations’), MCA Circulars and SEBI Circulars, the AGM of the Company is being held through VC/OAVM which does not require the physical presence of the Members at a common venue. The proceedings of the AGM will be deemed to be conducted at the Registered Office of the Company which shall be the deemed venue of the AGM.
- 2) As this AGM is being held through VC/OAVM and physical attendance of the Members has been dispensed with in line with the MCA Circulars and the SEBI Circulars, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
- 3) In accordance with the aforesaid MCA Circulars, the Company has made necessary arrangements for the Members to register their e-mail addresses for receiving the Notice. Members who have not

registered their e-mail addresses are requested to register the same as per the process mentioned in the Notes.

- 4) In compliance with the provisions of Section 108 of the Act, Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of the Listing Regulations, (including any statutory modification(s) or amendment(s) or re-enactment(s) thereof, for the time being in force) and various MCA Circulars, the Company is pleased to provide its Members with the e-voting facility to exercise their right to vote on the proposed resolutions electronically. For this purpose, the Company has appointed Mr. Hemant Shetye, Company Secretary, having Membership No. FCS-2827 & Certificate of Practice No. 1483, Designated Partner of M/s HSPN & Associates LLP, Practising Company Secretaries, as the Scrutinizer for conducting the e- voting process in a fair and transparent manner.
- 5) The Company has engaged Central Depository Services (India) Limited (“CSDL”) as the agency to provide the e-voting facility and the instructions for e-voting are provided as part of this Notice.
- 6) The voting rights of Members shall be in proportion to their shares in the paid- up equity share capital of the Company as on the Cut-Off Date i.e., Thursday, 22nd September, 2022.
- 7) Corporate Members intending to authorise their representatives to attend the AGM pursuant to Section 113 of the Act, are requested to send to the Company, a certified copy of the relevant Board Resolution together with the respective specimen signatures of those representative(s) authorised under the said resolution to attend and vote on their behalf at the meeting.
- 8) The Members of the Company can join the AGM through VC/OAVM 15 minutes before and after the scheduled time of the commencement of the AGM. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 Members of the Company on first come first served basis. This will not include large Members (Members holding 2% or more shares of the Company), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of various Committees of the Company, Auditors etc. who are allowed to attend the AGM without any restriction.
- 9) The attendance of the Members at the AGM through VC/OAVM will be counted for the purpose of determining the quorum under Section 103 of the Act.
- 10) The Register of Members and the Share Transfer Books of the Company will be closed from Friday, 23rd September, 2022 to Thursday, 29th September, 2022 (both days inclusive).
- 11) Members are requested to notify any change in their address or bank mandate to: (a) their respective Depository Participants in case of shares held in electronic form; or (b) the Company’s Registrar & Share Transfer Agent, Link Intime India Private Limited at C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai - 400 083. Tel: +91 22 49186270 Fax: +91 22 49186060. Email: rnt.helpdesk@linkintime.co.in Website: <http://www.linkintime.co.in>, in case of shares held in physical form.
- 12) The Voting through an electronic means will commence on **Monday, 26th September 2022 at 9 a.m.** and will end on **Wednesday, 28th September, 2022 at 5 p.m.** The members will not be able to cast their electronically beyond the date and time as aforesaid mentioned.
- 13) The Company’s Equity Shares are listed on BSE Limited, P.J. Towers, Dalal Street, Mumbai – 400 001. The Company has paid the annual listing fees for the financial year 2022-2023.
- 14) In terms of Section 72 of the Companies Act, 2013 and Rule 19 of the Companies (Share Capital and Debentures) Rules, 2014, every holder of securities of the Company may, at any time, nominate, in the prescribed manner, a person to whom his/her securities of the Company shall vest in the event of his/her death. Members, who wish to avail of this facility, may fill in the prescribed Form No. SH-13 and forward the same to Link Intime India Private Limited.

- 15)** To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are also advised to not leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant ('DP') and holdings should be verified from time to time.
- 16)** Members who desire to take part in the Green Initiative of the Company, are requested to register their e-mail addresses with their Depository Participant(s) in case they hold shares in demat form and with the Company/ their RTA for the shares held in physical form by submitting the Investor Service Request Form - Form ISR1, ISR2 and Nomination form duly filed and signed, as per the specimen signatures registered against the folio, along with the supporting documents stated thereon. On registration, all the communications will be sent to the e-mail address of the Member registered with the Company.
- 17)** An electronic copy of the Annual Report 2021-2022 along with the Notice are being sent to all those Members whose e-mail addresses are registered with the Company/Depository Participant(s) and physical copy of the same is not being provided in line with the aforementioned circulars issued by the MCA and SEBI. Members may also note that the Notice of the 46th AGM and the Annual Report are available on the Company's website <http://www.sunilgroup.com>. The aforesaid documents can also be accessed from the website of the Stock Exchange i.e., BSE Limited at www.bseindia.com and on the website of CDSL (agency for providing the e-voting facility) i.e., www.evotingindia.com.
- 18)** The documents referred to in the Notice of the AGM are available for inspection electronically without any fee by the Members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an e-mail to cssunilgroup@gmail.com.
- 19)** As per Regulation 40 of the Listing Regulations, securities of the listed companies can only be transferred in demat form with effect from 1st April 2019, except in case of request for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, Members holding shares in physical form are requested to consider converting their holding to demat form. Members can contact the Company or Link Intime India Private Limited (RTA) for assistance in this regard.
- 20)** Members may please note that SEBI has made Permanent Account Number (PAN) as the sole identification number for all participants transacting in the securities market, irrespective of the amount of such transactions. SEBI has also made it mandatory for submission of PAN in the following cases: (i) Deletion of name of the deceased Member(s) (ii) Transmission of shares to the legal heir(s) and (iii) Transposition of shares.

Further, the Members are requested to kindly note that as per SEBI circular bearing no SEBI/HO/MIRSSD_RTAMB/PCIR/2021/655 dated 3rd November, 2021, it is mandatory for Members holding shares in physical form to register their PAN, KYC details, Bank particulars and Nomination against their folio no. PAN is also required to be linked to Aadhar No. by the Members to be considered as valid PAN.

Members holding shares in physical form are requested to provide Form ISR1, ISR2 and Nomination Form duly filled and signed along with the hard copy of the following self-attested documents to Link Intime India Private Limited for registration against their respective folio(s):

- Identity Proof: Copy of PAN card/ Aadhar Card
- Address Proof: Copy of Aadhar Card/ Passport/ client Master List/ Utility Bill not over 3 months old
- Bank Details: Copy of the cancelled cheque stating the name of the Member as account holder
- Contact Details: Mobile no., e-mail id
- Nomination: Please provide Form SH13 duly filled and signed.
- In the absence of any of the above information registered against your folio no., your folio no. will be frozen for any updation/ dividend payment in accordance with the aforesaid Circular.

- Form ISR1, ISR2 and Nomination forms are available on the website of Company www.sunilgroup.com and on the website of our Registrar and Transfer Agent at <http://www.linkintime.co.in>.

- 21)** In order to increase the efficiency of the e-voting process, SEBI vide its circular SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 9th December, 2020, had enabled e-voting to all the demat account holders by way of a single login credential through their demat accounts/ websites of Depositories / Depository Participants. Demat account holders would be able to cast their vote without having to register again with the e-voting service providers (ESPs), thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.
- 22)** Members holding shares under multiple folios are requested to submit their applications to Link Intime India Private Limited for consolidation of folios into a single folio.
- 23)** Since the AGM will be held through VC/OAVM, the Route Map is not annexed to this Notice.

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:

- i. The voting period begins on **Monday, 26th September, 2022 at 9.00 am and ends on Wednesday, 28th September, 2022 at 5.00 pm**. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of **Thursday 22nd September, 2022** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- iii. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/ CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.
 Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.
 In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.
- iv. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service

	<p>Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</p> <p>3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration</p> <p>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</p>
<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<p>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" "Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.</p>
<p>Individual Shareholders (holding securities in demat mode) login through their</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider</p>

Depository Participants	website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
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Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL.

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 22- 23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

v) Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.

- 1) The shareholders should login on to the e-voting website <https://evotingindia.com>.
- 2) Click on “Shareholders/ Member” module.
- 3) Now Enter your User ID:
 - a) For CDSL: 16 digits beneficiary ID;
 - b) For NSDL: 8 Character DP ID followed by 8 Digits Client ID;
 - c) Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification Code / Captcha Code as displayed and Click on Login.
- 5) If you are holding shares in Demat Form and had logged on to www.evotingindia.com and had cast your vote earlier for EVSN of any company/entity, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below. Now, fill up the following details in the appropriate boxes:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> • If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

vi) After entering these details appropriately, click on “SUBMIT” tab.

vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, Shareholders holding shares in Demat form will now reach ‘Password

Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the Demat holders for voting on resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

- viii) For Shareholders holding shares in physical form, the details can be used only for e-voting on the resolution contained in this Notice.
- ix) Click on the **220829033** EVSN number of Sunil Industries Limited on which you choose to vote.
- x) On the voting page, you will see Resolution Description and against the same the option "YES/NO" for voting. Select the option "YES" or "NO" as desired. The option "YES" implies that you assent to the Resolution and option "NO" implies that you dissent to the Resolution.
- xi) Click on the "Resolutions File Link" if you wish to view the entire Resolutions.
- xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xiv) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- xv) If Demat account holder has forgotten the changed password, then enter the User ID and image verification code/captcha code and click on Forgot Password & enter the details as prompted by the system.

xvi) For Non – Individual Shareholders, Custodians and Institutional Shareholders:

- Non-Individual Shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details, they have to create a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.
- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; info@sunilgroup.com and if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

24) INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

- a) The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-voting.
- b) The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
- c) Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
- d) Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

- e) Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
- f) Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- g) Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least **15 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **15 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
- h) Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
- i) Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
- j) If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

25) PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/ MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/ DEPOSITORIES:

- 1) For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company at **cssunilgroup@gmail.com**.
- 2) For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
- 3) For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.
- 4) If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022- 23058542/43. All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL), Central Depository Services (India) Limited, A Wing, 25th Floor, MarathonFuturex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

26) Other Instructions:

- (A) Facility of joining the AGM through VC / OAVM shall open 15 minutes before the time scheduled for the AGM and will be available for Members on first come first served basis. Members who need assistance before or during the AGM, can contact CDSL helpdesk.evoting@cdslindia.com or call 1800225533 or the Video conferencing provider at support@purvashare.com or call Tel: (022) 23016761.
- (B) If you are already registered with CDSL for e-voting then you can use your existing user ID and password/PIN for casting your vote.
- (C) You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
- (D) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at www.evotingindia.com under help section or write an email to helpdesk.evoting@cdslindia.com.
- (E) In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the Downloads section of www.evotingindia.com.
- (F) The voting rights of shareholders shall be in proportion to their shares of the paid-up equity share capital of the Company as on the cut-off date (record date) of **Thursday, 22nd September, 2022**.
- (G) Mr. Hemant Shetye, Designated Partner of M/s HSPN ASSOCIATES & LLP, Practicing Company Secretaries (Membership No. FCS 2827 and COP 1483) has been appointed as the Scrutinizer to scrutinize voting process for the Annual General Meeting in a fair and transparent manner.
- (H) The Scrutinizer shall within a period not exceeding two 48hrs from the conclusion of the Annual General Meeting shall unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer’s Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
- (I) The Results declared along with the Scrutinizer’s Report shall be placed on the Company’s website <http://www.sunilgroup.com> and on the website of CDSL within two 48 hrs of the conclusion of the AGM of the Company and shall also be communicated to BSE Limited.

- 27)** All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the during **normal business hours (9.00 am to 5.00 pm)** on all working days, up to and including the date of the Annual General Meeting of the Company by request through E-mail.

Information of Directors seeking re-appointment at the ensuing Meeting, as required under Regulation 36 (3) of the Listing Regulations and SS-2 issued by the Institute of Company Secretaries of India, is as follows:

Particulars	Pradeep Chatruprasad Roongta
Date of Birth (Age)	60 years
Date of Appointment/Re-appointment	01 st November, 1999
Qualifications	Commerce Graduate
Expertise in specific functional areas	Production & Administration
Directorships held in other public companies (excluding foreign companies and Section 8 companies)	NIL

List of Listed Companies in which the person has resigned in the past three years	NIL
Memberships / Chairmanships of committees of other public companies (includes only Audit Committee and Stakeholders' Relationship Committee.)	NIL
Number of shares held in the Company	13,600

Particulars	Rajesh Tibrewal
Date of Birth (Age)	50 years
Date of Appointment/Re-appointment	22 nd August, 2022
Qualifications	Commerce Graduate
Expertise in specific functional areas	Accounting and Finance
Directorships held in other public companies (excluding foreign companies and Section 8 companies)	NIL
List of Listed Companies in which the person has resigned in the past three years	NIL
Memberships / Chairmanships of committees of other public companies (includes only Audit Committee and Stakeholders' Relationship Committee.)	NIL
Number of shares held in the Company	Nil

**ON BEHALF OF THE BOARD
FOR SUNIL INDUSTRIES LIMITED**

**SD/-
VINOD LATH
MANAGING DIRECTOR AND CHAIRMAN
DIN NO: 00064774
DATE: 25th AUGUST, 2022
PLACE: DOMBIVLI**

EXPLANATORY STATEMENT

AS REQUIRED BY SECTION 102 OF THE COMPANIES ACT, 2013 and Regulation 36(5) of SEBI (LODR), 2015

Item No. 3:

Re-Appointment of M/S P R AGARWAL & AWASTHI Chartered Accountants (FRN: 117940W) As Statutory Auditors of The Company for A Period Of 5 Years and To Fix Their Remuneration:

M/s. P R AGARWAL & AWASTHI, Chartered Accountants, were appointed as Statutory Auditors of the Company at the 41st Annual General Meeting ('AGM') held on 26th September, 2017 for a period of 5 years, up to the conclusion of 46th AGM. M/s. P R AGARWAL & AWASTHI, Chartered Accountants are eligible for re-appointment for a further period of 5 years. M/s. P R AGARWAL & AWASTHI, Chartered Accountants have given their consent for their re-appointment as Statutory Auditors of the Company and has issued certificate confirming that their re-appointment, if made, will be within the limits prescribed under the provisions of Section 139 of the Companies Act, 2013 ('the Act') and the rules made thereunder. M/s. P R AGARWAL & AWASTHI, Chartered Accountants have confirmed that they are eligible for the proposed appointment under the Act, the Chartered Accountants Act, 1949 and the rules or regulations made thereunder. As confirmed to Audit Committee and stated in their report on financial statements, the Auditors have reported their independence from the Company according to the Code of Ethics issued by the Institute of Chartered Accountants of India ('ICAI') and the ethical requirements relevant to audit. Based on the recommendations of the Audit Committee and the Board of Directors, it is hereby proposed to re-appoint M/s. P R AGARWAL & AWASTHI, Chartered Accountants, having FRN 117940W, as the Statutory Auditors of the Company for the second and final term of five (5) consecutive years, who shall hold office from the conclusion of this 46th AGM till the conclusion of the 51st AGM of the Company. The Board of Directors on the recommendation of the Audit Committee has approved a remuneration of Rs. 2,50,000 (Rupees Two Lakh Fifty Thousand Only) for conducting the audit of the Company, excluding applicable taxes and reimbursement of out-of-pocket expenses on actuals. The remuneration proposed to be paid to the Statutory Auditors during their second and final term would be in line with the existing remuneration and shall be commensurate with the services to be rendered by them during the said tenure. The Board of Directors in consultation with the Audit Committee may alter and vary the terms and conditions of appointment, including remuneration, in such manner and to such extent as may be mutually agreed with the Statutory Auditors.

The Board recommends the resolution set out at Item No. 3 of the Notice for approval by the Members by way of an Ordinary Resolution.

None of the Directors or Key Managerial Personnel of the Company or their relatives are interested or concerned, financially or otherwise, in the resolution.

Item No. 4:

The Board, on the recommendation of the Audit Committee, has approved the appointment and Remuneration of Rs. 1,25,000/- p.a. to be paid to M/s Shanker Chaudhary & Co., Cost Accountants as Cost Auditors to conduct the audit of the cost records of the Company for the Financial Year 2022 -2023.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the Remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company. Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 4 of the Notice for ratification of the Remuneration payable to the Cost Auditors for the Financial Year 2022 - 2023.

The Board of Directors accordingly recommends the Resolutions set out at Item No. 4 of the accompanying Notice for the approval of the Members.

None of the Directors / Key Managerial Personnel of the Company / their relatives are, in anyway, concerned or interested, financially or otherwise, in aforementioned resolution.

Item No. 5:

Mr Rajesh Sitaram Tibrewal is a Non-Executive Independent Director of the Company. He is member of the Audit Committee, Stakeholders Relationship Committee, Nomination and Remuneration Committee of the Company.

Mr Rajesh Sitaram Tibrewal holding DIN 00130509 is 50 years of age is Graduate by educational Qualification, he is having experience of overlooking Governance activities and also well acquainted with overall finance perspective. He has over the years gained immense experience and knowledge in the field of Accounting and Finance.

He holds Directorship and Committee Membership only in Sunil Industries Limited. He does not hold by herself or for any other person on a beneficial basis, any shares in the Company.

In terms of Section 149 and other applicable provisions of the Companies Act 2013, Mr. Rajesh Sitaram Tibrewal being eligible and offering himself for appointment, and in respect of whom the company has received a notice in writing under Section 160 of the Companies Act, 2013 from a member proposing his candidature for re-appointment is proposed to be re-appointed as an Independent Director for second five consecutive years for a term up to 21st August, 2027.

In the opinion of the Board, Mr. Rajesh Sitaram Tibrewal fulfils the conditions specified in the Companies Act, 2013 and rules made there under and relevant regulations of SEBI (LODR), 2015 as amended for his appointment as an Independent Director of the Company and is independent of the management. Copy of the draft letter for her appointment as an Independent Director would be available for inspection without any fee by the members at the Registered Office of the Company during normal business hours on any working day.

The Board considers that his Continued Association would be of immense benefit to the Company and it is desirable to continue to avail services of Mr. Rajesh Sitaram Tibrewal as an Independent Director. Accordingly, the Board recommends the resolution in relation to his appointment as a Non-Executive Independent Director, for the approval by the shareholders of the Company.

<u>Sr. No</u>	<u>Particulars</u>	<u>Remarks</u>
1.	Reason for change viz. appointment, resignation, removal, death or otherwise	Re-appointment of Mr. Rajesh Tibrewal holding DIN 00130509 as Independent Director of the Company for a second consecutive term of 5 years with effect from 22 nd August, 2022 to 21 st August, 2027.
2.	Date of appointment	Re- appointment from 22 nd August, 2022
3.	Term of appointment	22 nd August, 2022 to 21 st August, 2027

4.	Brief profile	<p>Mr. Rajesh Tibrewal holding DIN 00130509 is 50 years of age and is Graduate by educational Qualification, he is having experience of overlooking Governance activities and also well acquainted with overall finance perspective. He has over the years gained immense experience and knowledge in the field of Accounting and Finance.</p> <p>Mr. Rajesh Tibrewal being associated with the Company for 5 years is also having knowledge about the industry and is also aware of governance initiatives in general.</p> <p>His Knowledge and Presence as Independent Director on the Board of the Company will help in bringing more experience and a neutral and impartial view towards the functioning of the Company.</p>
5.	Disclosure of relationships between directors (in case of appointment of a director)	Mr. Rajesh Tibrewal is not related to any other Director of the Company
6.	No. of Shares held	NIL

Except Mr. Rajesh Tibrewal being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financial or otherwise, in the resolution set out at Item No. 5. This Explanatory Statement may also be regarded as a disclosure with the Stock Exchange.

**ON BEHALF OF THE BOARD
FOR SUNIL INDUSTRIES LIMITED**

**SD/-
VINOD LATH
MANAGING DIRECTOR AND CHAIRMAN
DIN NO: 00064774
DATE: 25th AUGUST, 2022
PLACE: DOMBIVLI.**

DIRECTORS' REPORT TO THE SHAREHOLDERS FOR FINANCIAL YEAR ENDED 31ST MARCH, 2022.

To,
The Members,
SUNIL INDUSTRIES LIMITED,
DOMBIVLI.

Dear Members

Your director's have great pleasure in presenting **46th Annual Report** along with the Audited Balance Sheet and Profit and Loss Account for the year ended on **31st March, 2022.**

1. FINANCIAL RESULTS:

The Financial Results are briefly indicated below:

Particulars	(Rs. In Lakhs)	
	Financial Year 2021-2022 (FY 2022)	Financial Year 2020-2021 (FY 2021)
Total Income	16,168.45	8,872.99
Total Expenditure	15,758.13	8,769.48
Net Profit/(Loss) Before Tax	408.43	100.89
Provision for Tax	137.83	29.84
Net Profit/(Loss) After Tax	270.60	71.05
Other Comprehensive Income	9.67	(3.20)
Net Profit/(Loss) After Tax and Other Comprehensive Income	280.27	67.85
Profit/(Loss) b/f Previous Year	1,366.82	1,298.97
Balance c/f to Balance Sheet	1647.09	1,366.82

2. PERFORMANCE OF THE COMPANY:

During the year ended 31st March, 2022, your Company reported total Income of Rs. 1,61,68,45,138/- which in comparison to previous year's figures have increased by approximately 82.22%. The Net Profit after tax and OCI is Rs. 2,80,26,769/- as compared to Rs. 67,85,233/- in previous year marking an addition of approximately 313.06% % but the overall profit carried forward to the Balance Sheet is Rs. 16,47,09,264.87/- which has increased by 20.51% as compared to previous year's figure.

3. REPORT ON PERFORMANCE OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES:

The company does not have any Subsidiary, Joint Venture or Associate Company and therefore provision with respect to Section 129 of the Companies Act, 2013 are not applicable to the Company.

4. DIVIDEND:

In order to conserve the reserves for a sustainable future, you're Company does not recommend Dividend for the Financial Year 2021-2022.

5. TRANSFER TO RESERVES:

During the year under review, no amount is proposed to be transferred to General Reserve out of the net profits of the Company for the Financial Year 2021-2022. Hence, the entire amount of profit has been carried forward to the Profit & Loss Reserve Account.

6. THE DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

During the year no Significant and Material Orders passed by the regulations or Courts or Tribunals impacting the going concern status and Company's operations in future.

7. THE CHANGE IN THE NATURE OF BUSINESS, IF ANY:

There is no change in the nature of business of the Company.

8. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there are no unpaid dividends pending of the Company.

9. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Major risks identified by the businesses and functions are systematically addressed also discussed at the meetings of the Audit Committee and the Board of Directors of the Company. The company has implemented special Covid-19 sanitization measures at all the units to ensure safety of personnel operating on premises. Social distancing to mitigate and reduce contact between personnel has also been implemented. Safety at work is being followed at all times.

10. INTERNAL CONTROL SYSTEM:

The Company's internal controls system has been established on values of integrity and operational excellence and it supports the vision of the Company "To be the most sustainable and competitive Company in our industry". The Company's internal control systems are commensurate with the nature of its business and the size and complexity of its operations. These are routinely tested and certified by Statutory as well as Internal Auditors. Significant audit observations and follow up actions thereon are reported to the Audit Committee.

11. MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT:

The Management's Discussion and Analysis Report for the year under review, as stipulated under regulation 34 (3) and Part B of Schedule V of the SEBI (Listing Obligation and Disclosure Requirement) Regulation 2015, is annexed to this Annual Report.

12. CORPORATE GOVERNANCE:

The Company is committed towards maintaining the highest standards of Corporate Governance and adhering to the Corporate Governance requirements as set out by Securities and Exchange Board of India. The Report on Corporate Governance as stipulated under Regulation 34 (3) and Part C of Schedule V of the SEBI (Listing Obligation and Disclosure Requirement), Regulation 2015 forms part of the Annual Report. The Certificate from the practicing Company Secretary confirming compliance with the conditions of Corporate Governance as stipulated under Regulation 34 (3) and Part E of Schedule V of the SEBI (Listing Obligation and Disclosure Requirement), Regulation 2015 is also published in this Annual Report.

13. REPORT ON CORPORATE GOVERNANCE:

The Report on Corporate Governance as stipulated under Regulation 34 (3) and Part C of Schedule V of the SEBI (Listing Obligation and Disclosure Requirement), Regulation 2015 prepared by HSPN Associates & LLP, Company Secretaries, forms part of the Annual Report and is annexed hereto as **Annexure D**.

14. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within purview of Section 135 of the Companies Act, 2013 and hence it is not required to formulate policy on corporate social responsibility.

15. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

The particulars of investment made under Section 186 of the Companies Act, 2013 have been disclosed in the financial statements in Note 4 of the Financial Statement.

The Company has given not given any loans falling under Section 185 and 186 of the Companies Act 2013 nor has it provided any Corporate Bank guarantee.

16. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

All the related party transactions are entered on arm's length basis, in the ordinary course of business and are in compliance with the applicable provisions of the Companies Act, 2013 and the Listing Regulations. There are no materially significant related party transactions made by the Company with Promoters, Directors or Key Managerial Personnel etc. which may have potential conflict with the interest of the Company at large or which warrants the approval of the shareholders. Accordingly, transactions are being reported in **Form AOC-2 i.e., Annexure B** in terms of Section 134 Companies (Accounts) Rules, of the Act read with Rule 8 of the 2014. However, the details of the transactions with Related Party are provided in the Company's financial statements in accordance with the Accounting Standards as applicable to the Company.

All Related Party Transactions are presented to the Audit Committee and the Board and wherever forecasted Omnibus approval is obtained for the transactions which are foreseen and repetitive in nature. A statement of all related party transactions is presented before the Audit Committee on a quarterly basis, specifying the nature, value and terms and conditions of the transactions.

The Related Party Transactions Policy as approved by the Board is uploaded on the Company's website at www.sunilgroup.com.

17. POLICY ON SEXUAL HARASSMENT OF WOMEN AT WORKPLACE:

The Company has zero tolerance towards sexual harassment at the workplace and towards this end, has adopted a policy in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder. All employees (permanent, contractual, temporary, trainees) are covered under the said policy. The company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and it redresses complaints received on sexual harassment. During the financial year under review, the Company has not received any complaints of sexual harassment from any of the employees of the Company.

18. EXPLANATION OR COMMENTS ON QUALIFICATION, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICISING COMPANY SECRETARY IN THEIR REPORTS:

The Statutory Auditor's Report does not contain any qualifications, reservations or adverse remarks, but Secretarial Audit Report contains qualifications pursuant to Regulations 31 (2) of Listing Obligation, Disclosure Requirements, Regulations 2015 for Dematerialization of Promoters shareholding. The company would like to inform that Promoters being distant relatives of each other

are scattered all over and hence it is very difficult to convert each promoter's physical holding into Demat, however the company is in the process for conversion of the same as per Regulations 31 (2) of LODR. The Report of the secretarial auditor in MR-3 is given as an Annexure which forms part of this report.

19. ANNUAL RETURN:

The Annual Return pursuant to the provisions of Section 92 read with Rule 12 of (Management and Administration) Rules, 2014 is available at the Website of the Company. www.sunilgroup.com

20. DEPOSITS:

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

21. PARTICULARS OF EMPLOYEES AND MEDIAN REMUNERATION:

The information required under Section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below:

a. The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the Financial Year:

Name of the Directors	Ratio to Median Remuneration
Non-executive Directors	
Mr. Rajesh Tibrewal	NA
Mr. Rohit Gadia	NA
Mrs. Shruti Saraf	NA
Executive Directors	
Mr. Vinod Lath	1: 9.82
Mr. Pradeep Roongta	1: 9.82
Mr. Ramesh Khanna	1: 6.88
Company Secretary	
Mr. Saurabh Sahu	1:1.41

b. The percentage increase in remuneration of each director, chief executive officer, chief financial officer, company secretary in the financial year:

Directors, Chief Executive Officer, Chief Financial Officer and Company Secretary	% Increase in Remuneration in the Financial Year
Mr. Rohit Gadia	NA
Mr. Rajesh Tibrewal	NA
Mrs. Shruti Saraf	NA
Mr. Vinod Lath	25% Increase from last year
Mr. Pradeep Roongta	25% Increase from last year
Mr. Ramesh Khanna	103% Increase from last year
Mr. Saurabh Sahu	5% Decrease from last year

c. The median remuneration for the year 2021-2022 is Rs 1,52,676/-

- d. The percentage increase/(decrease) in the median remuneration of employees in the financial year: **(2.36%)**
- e. The number of permanent employees on the rolls of Company: **29**
- f. **The explanation on the relationship between average increase in remuneration and Company Performance:**
 On an average, employees received an annual increase of **7.17%**.
 The overall decrease in aggregate remuneration is due to reduction of employees. In order to ensure that remuneration reflects Company performance, the performance pay is also linked to organization performance, apart from an individual's performance.
- g. **Comparison of the remuneration of the key managerial personnel against the performance of the Company:**

Aggregate remuneration of Key Managerial Personnel (KMP) in FY 31.03.2022	
Revenue	Rs. 1,61,68,45,138/-
Remuneration of KMPs (as a % of revenue)	0.26%
Profit before Tax (PBT)	Rs. 4,08,42,745/-
Remuneration of KMP (as a % of PBT)	10.45%

- h. **Variations in the market capitalisation of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year:**

Particulars	March 31, 2022	March 31, 2021	% Change
Market Capitalisation	16,86,30,000	5,71,20,000	195.22
Price Earnings Ratio (at Market Price)	40.15:1	13.60:1	195.22

- i. **Percentage increase over decrease in the market quotations of the shares of the Company in comparison to the rate at which the Company came out with the last public offer:**

Particulars	March 31, 2022	IPO	% Change
Market Price (BSE)	40.15	30.00	33.83 %

- j. **Average percentile increases already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:**

The average annual increase was around **7.17%**.

There increase in the managerial remuneration for the relevant year as compared to previous year is **38.80%**.

- k. **Comparison of each remuneration of the key managerial personnel against the performance of the Company:**

	Mr. Vinod Lath (Managing Director)	Mr. Pradeep Roongta (Whole-Time Director & CFO)	Mr. Ramesh Khanna (Whole-Time Director)	Mr. Saurabh Sahu (Company Secretary)
Remuneration in FY 2020-2021	Rs. 15,00,000	Rs. 15,00,000	Rs. 10,51,127	Rs. 2,16,000
Revenue Rs. 1,61,68,45,138/-				
Remuneration as % of Revenue	0.09%	0.09%	0.07%	0.01%
Profit before Tax (PBT): Rs. 4,08,42,745/-				
Remuneration as % of Profit before Tax	3.67%	3.67%	2.57%	0.53%

l. The key parameters for any variable component of remuneration availed by the directors:

There are no variable components of remuneration provided to the Directors.

The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year: None

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

The Nomination and Remuneration Committee of the Company has affirmed at its meeting held on 30th August, 2021 that the remuneration is as per the remuneration policy of the Company. The policy is available on the company's website: www.sunilgroup.com.

n. The statement containing particulars and remuneration paid to employees as required under section 197(12) of the Act read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are not applicable to the Company since there are no employees drawing remuneration in excess of the prescribed limits and hence not disclosed in the Report.

22. DIRECTORS & KEY MANAGERIAL PERSONNEL:

A. Independent Directors/Non-Executive Directors:

The present composition of the Board is in compliance with the provisions of Section 149 of the Companies Act, 2013. As on date, Mr. Rohit Gadia, Mrs. Shruti Saraf and Mr. Rajesh Tibrewal are the Independent Directors on the Board.

DECLARATION OF INDEPENDENT DIRECTORS

The Company has received declarations from all these Independent Directors confirming that they meet with the criteria of independence prescribed under sub-section (6) of Section 149 of the Companies Act, 2013 and read with the Schedules and Rules issued thereunder as well as Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Opinion of the Board with regard to integrity, expertise and experience (including the proficiency) of the independent directors appointed during the year

The Board states that during the financial year there has been no new appointment of Independent Directors and its present three Independent Directors fulfil the conditions of integrity, expertise and experience based on the size and operations of your Company. Further the Board hereby states that by virtue of Independent Directors being appointed as for a period of 5 years or more, therefore by virtue of the same the mandatory online proficiency self-assessment test is exempted for the Independent Directors of your Company.

Key Managerial Personnel/ Executive Directors:

Mr. Vinod Lath, Managing Director, Mr. Pradeep Roongta, CFO and Whole Time Director, Mr. Ramesh Khanna, Whole Time Director, Mr. Saurabh Sahu, Company Secretary are the Key Managerial Personnel of the Company.

Mr. Pradeep Chatruprasad Roongta is liable to retire by rotation in this 46th Annual General Meeting and being eligible he has offered himself for re-appointment as Whole Time Director. The Board recommends his re-appointment for your approval.

B. DIRECTORS RESPONSIBILITY STATEMENT:

In terms of Section 134(5) of the Companies Act, 2013 The Board of Directors of the Company hereby confirms:

- i. That in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departure.
- ii. That the selected accounting policies were applied consistently and the Directors made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at 31st March, 2021, and that of the profit of the Company for the year ended on that date.
- iii. That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. That the annual accounts have been prepared on a going concern basis.
- v. The Board has laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- vi. The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

C. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW:

During the financial year, the Board had met **Six (7)** times on **29.05.2021; 30.06.2021; 14.08.2021; 30.08.2021; 13.11.2021; 31.12.2021; and 14.02.2022.**

D. AUDIT COMMITTEE:

The Audit Committee as on date comprises of four members viz. Mr. Rajesh Tibrewal (Independent Director), Ms. Shruti Saraf (Independent Director), Mr. Rohit Gadia (Independent Directors) and Mr. Pradeep Roongta (CFO and Whole Time Director). The above composition of the Audit Committee consists of 3 (three) Independent Directors who form a majority. The Role of the Committee is provided in the Corporate Governance Report. The Audit Committee Met **7 (Seven)** times in the financial year. All the recommendations made by the Audit Committee during the year were accepted by the Board.

E. STAKEHOLDERS' RELATIONSHIP COMMITTEE:

Pursuant to Section 178 of the Companies Act, 2013, the Stakeholder's Relationship Committee constituted by the Board of Directors to deal with the matters related to stakeholders' grievances met **4 (Four)** times during the Financial Year.

The details of status of grievances received from various stakeholders during the financial year are furnished in the Corporate Governance Report.

F. NOMINATION, REMUNERATION AND EVALUATION POLICY:

The Nomination & Remuneration Committee of Directors have approved a policy for selection, appointment and remuneration of Directors which inter-alia requires that composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors, KMP and Senior Management Employees and the Directors appointed shall be of high integrity with relevant expertise and experience so as to have diverse Board and the Policy also lays down the positive attributes/ criteria while recommending the candidature for the appointment as Director. The Committee Met **2 (Two)** times in the financial year.

Details of the Nomination, Remuneration and Evaluation Policy are set out are available at website of the Company at www.sunilgroup.com.

G. ANNUAL EVALUATION BY THE BOARD:

In compliance with the Companies Act, 2013, and Regulation 17 of the Listing Regulations, 2015 the performance evaluation of the Board and its Committees were carried out during the year under review. More details on the same are given in the Annexure to Corporate Governance Report.

The evaluation framework for assessing the performance of Directors comprises of the following key areas:

- i. Attendance of Board Meetings and Board Committee Meetings.
- ii. Quality of contribution to Board deliberations.
- iii. Strategic perspectives or inputs regarding future growth of Company and its performance.
- iv. Providing perspectives and feedback going beyond information provided by the management.
- v. Commitment to shareholder and other stakeholder interests.
- vi. The evaluation involves Self-Evaluation by the Board Member and subsequently assessment by the Board of Directors. A member of the Board will not participate in the discussion of his / her evaluation.

H. FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS:

The familiarization programme aims to provide Independent Directors with the Textile industry scenario, the socio-economic environment in which the Company operates, the business model, the operational and financial performance of the Company, significant developments so as to enable them to take well informed decisions in a timely manner. The familiarization programme also seeks to update the Directors on the roles, responsibilities, rights and duties under the Act and other statutes. The policy on Company's familiarization programme for Independent Directors is posted on Company's website at www.sunilgroup.com along with the Familiarization programme for F.Y 2021-2022 along with the hours spent on the Programme.

I. SECRETARIAL STANDARDS:

Directors state that applicable Secretarial Standards, i.e. SS-1 and SS-2 as revised by the ICSI, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been followed by the Company.

23. VIGIL MECHANISMPOLICY FOR DIRECTORS AND EMPLOYEES:

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

The Company has also provided direct access to Chairman of Audit Committee on reporting issues concerning the interests of co-employees and the Company. The Vigil Mechanism Policy is available

at the website of the company: www.sunilgroup.com. No instance under the Whistle Blower Policy was reported during the financial year 2021-2022.

24. PUBLIC DEPOSITS:

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

25. REPORTING OF FRAUD BY AUDITORS

During the year under review, the Auditors of the Company have not reported any instances of frauds committed in the Company by its Officers or Employees to the Audit Committee under section 143(12) of the Act.

26. AUDITORS AND AUDITORS REPORT:

A. STATUTORY AUDITORS:

P R Agarwal & Awasthi, Chartered Accountants, Mumbai registered with the Institute of Chartered Accountants of India vide Firm Registration No.117940 were appointed as Statutory Auditors at the Annual General Meeting held on Tuesday, 26th September, 2017 for the period of five (5) years and whose period of office as Statutory Auditors of the Company is expiring at the conclusion of 46th Annual General Meeting of the Company. M/s. P R Agarwal & Awasthi, Chartered Accountants are eligible to be re-appointed for a second term of five (5) consecutive years and have expressed their willingness to get re-appointed. M/s. P R AGARWAL & AWASTHI, Chartered Accountants have given their consent for their re-appointment as Statutory Auditors of the Company and has issued certificate confirming that their re-appointment, if made, will be within the limits prescribed under the provisions of Section 139 of the Companies Act, 2013 ('the Act') and the rules made thereunder. M/s. P R AGARWAL & AWASTHI, Chartered Accountants have confirmed that they are eligible for the proposed appointment under the Act, the Chartered Accountants Act, 1949 and the rules or regulations made thereunder.

It is proposed to appoint M/s. P R Agarwal & Awasthi, Chartered Accountants, as Statutory Auditors of the Company pursuant to the provisions of Sections 139 of the Companies Act, 2013 read with Rule 6 of the Companies (Audit and Auditors) Rules, 2014 to hold office from the conclusion of 46th Annual General Meeting of the Company until the conclusion of the 51st Annual General Meeting to be held in the year 2026, on a proposed remuneration of Rs. 2,50,000 (Rupees Two Lakh Fifty Thousand Only) for conducting the audit of the Company, excluding applicable taxes and reimbursement of out-of-pocket expenses on actuals subject to approval of members, in the ensuing Annual General Meeting. Your directors recommend their appointment.

The resolution for approval for re-appointment and payment of remuneration is put forward for your approval in the ensuing Annual General Meeting.

B. COST RECORDS AND COST AUDIT

Maintenance of cost records and requirement of cost audit as prescribed under the provisions of Section 148(1) of the Companies Act, 2013 is applicable to your Company.

C. COST AUDITOR:

M/s Shanker Chaudhary & Co, Cost Accountant are appointed as Cost Accountants in compliance of Section 148(1) read with Section 139 of the Companies Act, 2013 to audit Cost records maintained by the Company for the financial year ended 31st March, 2022. The resolution for ratification of remuneration to be paid to them for FY 2022-2023 is put forward for your approval in compliance of Section 148 read with Companies (Audit and Auditors) Rules, 2014.

D. INTERNAL AUDITORS:

The company had appointed Chetan Jain & Associates, Chartered Accountants, Mumbai, as Internal Auditor of the company for Financial Year 2021-2022.

E. SECRETARIAL AUDITOR:

The Company has appointed M/s HSPN & Associates LLP, Company Secretaries, as Secretarial Auditors of the Company to carry out the Secretarial Audit for the Financial Year 2021-2022 and to issue Secretarial Audit Report as per the prescribed format under rules in terms of Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. The report of secretarial Auditor is appended to this report as **Annexure C** to Director's Report.

27. STATUTORY STATEMENT:

A. CONSERVATION OF ENERGY-TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE ETC.:

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is **Annexure A to Director's Report**.

B. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

There have being no material changes and commitments affecting the financial position of the Company occurred during the financial year.

28. POLICIES:

The Company seeks to promote highest levels of ethical standards in the normal business transaction guided by the value system. The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 mandates formulation of certain policies for Listed Companies. The Policies are reviewed periodically by the Board and are updated based on the need and compliance as per the applicable laws and rules and amended from time to time. The policies are available on the website of the Company at www.sunilgroup.com.

29. OTHER DISCLOSURES:

As per the confirmation given by Registrar and Transfer Agent, the Company has nil shares that remains unclaimed by the shareholders of the Company. All shares held in demat and physical form has been duly claimed by the respective shareholders and hence the company is not required to undergo the procedural requirements of Schedule VI of the SEBI (LODR) Regulations, 2015.

The company does not have any Employees Stock Option Scheme in force and hence particulars are not furnished, as the same are not applicable.

Pursuant to Regulation 27 of (Listing Obligation and Disclosure Requirements), Regulations 2015, report on Corporate Governance is given in **Annexure D**.

30. CAUTIONARY STATEMENT

Statements in the Board's Report and the Management Discussion & Analysis describing the Company's objectives, expectations or forecasts may be forward looking within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed in the statement. Important factors that could influence the Company's operation include global and domestic demand and supply conditions affecting selling prices of Raw Materials, Finished Goods, input availability and prices, changes in government regulations, tax laws, economic developments within and outside the country and other various other factors.

31. ACKNOWLEDGEMENTS

Your Company wishes to sincerely thank all the customers, commercial banks, financial institution, creditors etc. for their continuing support and co-operation.

Your Directors express their appreciation for the dedicated and sincere services rendered by the employees of the company and also sincerely thank the shareholders for the confidence reposed by them in the company and from the continued support and co-operation extended by them

ON BEHALF OF THE BOARD

FOR SUNIL INDUSTRIES LIMITED

SD/-

VINOD LATH

MANAGING DIRECTOR& CHAIRMAN

DIN NO: 00064774

DATE:25th August, 2022

PLACE: DOMBIVLI.

ANNEXURE A TO THE DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH 2022.

Information pursuant to the Companies (Accounts) Rules, 2014.

A. CONSERVATION OF ENERGY:

In line with the company's commitment towards conservation of energy, all units continue with their endeavour to make more efficient use of energy through improved operational and maintenance practices. The measures taken in this direction at the units are as under:

- Replaced inefficient motors with energy efficient motors;
- Installed power factor capacitor banks to save energy;
- Heat recovery from CRP hot water to boiler feed;
- Increase in temperature of feed water for saving on coal consumption in boilers;
- Shades were covered by installing Natural ventilation equipment;
- Made use of waste water generated by cooling coil moisture;
- Trimming of impellers to save on power consumption in chilled water pumps;

		31/03/2022	31/03/2021
A.	POWER & FUEL CONSUMPTION		
1.	Electricity		
a)	Purchased		
	Units (in lakhs) (in kwh)	26.37	19.95
	Amount in Rupees (in lakhs)	177.84	130.41
	Rate per Unit (in Rupees)	6.32	6.54
B.	CONSUMPTION PER UNIT OF PRODUCTION		
	Fabrics (kwh/meter)	0.07	0.29

B. TECHNOLOGY ABSORPTION

Regarding Research and development and technology absorption is not enclosed due to the fact that there is at present no scope for R&D and absorbing any new technology in view of type of product which is accepted by the customers. However, your company shall certainly go for it in future if any new development in technology takes place.

C. RESEARCH AND DEVELOPMENT

Regarding Research and development and technology absorption is not enclosed due to the fact that there is at present no scope for R&D and absorbing any new technology in view of type of product which is accepted by the customers. However, your company shall certainly go for it in future if any new development in technology takes place.

Research and Development (R & D)	31/03/2022	31/03/2021
	Rs.	Rs.
Expenditure on (R & D)	Nil	Nil

FOREIGN EXCHANGE EARNINGS AND OUTGO

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows are as under

Particulars	31/03/2022 Rs in Lakhs	31/03/2021 Rs in Lakhs
Foreign exchange Earnings	--	--
(FOB Value of Exports)	--	--
Foreign Exchange outgo:		
Cloth imported (Purchased)	--	--
Machine Imported (CIF Value)	87,60,022	--
Foreign travel	--	--

**ON BEHALF OF THE BOARD
FOR SUNIL INDUSTRIES LIMITED**

**SD/-
VINOD LATH
MANAGING DIRECTOR& CHAIRMAN
DIN NO: 00064774
DATE: 25th August, 2022
PLACE: DOMBIVLI**

ANNEXURE B TO THE DIRECTORS' REPORT

FORM NO. AOC - 2

[Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014]

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

1. Details of contracts or arrangements or transactions not at Arm's Length Basis:

(a) Name(s) of the related party and nature of relationship	NIL
(b) Nature of contracts/arrangements/transactions	
(c) Duration of the contracts / arrangements/transactions	
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	
(e) Justification for entering into such contracts or arrangements or transactions	
(f) Date(s) of approval by the Board	
(g) Amount paid as advances, if any	
(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188	

2. Details of material contracts or arrangement or transactions at Arm's Length Basis:

(a) Name(s) of the related party and nature of \Relationship	NIL
(b) Nature of contracts/ arrangements/ transactions	
(c) Duration of the contracts / arrangements/transactions	
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	
(e) Date(s) of approval by the Board, if any:	
(f) Amount paid as advances, if any	

**ON BEHALF OF THE BOARD
FOR SUNIL INDUSTRIES LIMITED**

**SD/-
VINOD LATH
MANAGING DIRECTOR& CHAIRMAN
DIN NO: 00064774
DATE: 25th August, 2022
PLACE: DOMBIVLI**

ANNEXURE C TO DIRECTORS REPORT

Form No. MR-3

FOR FINANCIAL YEAR ENDED ON 31ST MARCH, 2022.

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

To,
The Members,
Sunil Industries Limited

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Sunil Industries Limited** (hereinafter called "The Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period ended on 31st March, 2022, 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:

We have examined the books, papers and minute books, forms and returns filed and other records maintained by the Company for the Financial Year ended on 31st March 2022, to the extent applicable provisions of:

- i. The Companies Act, 2013 ("The Act") and the Rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the Rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. 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;
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act") to the extent applicable to the Company: -
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;
 - e. The Company has complied with the requirements under the Equity Listing Agreements entered into with BSE Limited.
- vi. The Management has identified and confirmed the applicable Acts, laws and Regulations specifically applicable to the Company being in Textile Sector as given in **Annexure – 2**.

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

- a. Secretarial Standards 1 and 2 issued and revised by The Institute of Company Secretaries of India with effect from October 1st, 2017.
- b. The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015.

During the period under review the company has complied with the provisions of the Act, Rules, Regulations, and Guidelines, mentioned above subject to the following observation.

- 1. *The Company has not Dematerialized 100 % of Shareholding of Promoter and Promoter Group as per Regulation 31 (2) of Listing Obligation and Disclosure requirements, Regulations 2015.***

We further report that:

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

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

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

We further report that during the audit period:

The Annual General Meeting of the Company was held on 28th September 2021 to transact following business:

- a. To ratified payment of remuneration payable to Cost Auditors for FY 2021-2022.
- b. Approval of Related Party Transactions.
- c. Re-appointed Ms. Shruti Saraf (DIN 07521927) as Independent Woman Director of the Company for a second Consecutive term of 5 years with effect from 27th May, 2021 to 26th May, 2026.
- d. Alteration in the Memorandum of Association of the Company by adding a new ancillary object point no. 41 of Clause (B) OBJECT INCIDENTAL OR ANCILLARY TO THE ATTAINMENT OF THE MAIN OBJECTS.

Place: Mumbai.
Date: 25th August 2022
ICSI UDIN: A005941D000847694

For HSPN Associates & LLP
Company Secretaries

Sd-
Prakash D Naringrekar
Designated Partner
ACS No.: 5941
COP No.: 18955

This report is to be read with our letter of even date which is annexed as **Annexure I** and forms an integral part of this report **Annexure II**

To,
The Members,
Sunil Industries Limited

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

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

Place: Mumbai.

Date: 25th August 2022

ICSI UDIN: A005941D000847694

**For HSPN Associates & LLP
Company Secretaries**

**Sd/-
Prakash D Naringrekar
Designated Partner
ACS No.: 5941
COP No.: 18955**

Annexure - 2

Sector Specific Laws as applicable and identified by the Company being in Textile Industry:

1. The Air (Prevention and Control of Pollution) Act, 1981 and the Rules made thereunder
2. The Water (Prevention and Control of Pollution) Cess Act and Rules.
3. Environment Protection Act, 1986 read with Environment (Protection) Rules, 1986
4. Pollution Prevention and Control Act 1999.

**Place: Mumbai.
Date: 25th August 2022
ICSI UDIN: A005941D000847694**

**For HSPN Associates & LLP
Company Secretaries**

**Sd/-
Prakash D Naringrekar
Designated Partner
ACS No.: 5941
CP No.: 18955**

ANNEXURE D TO THE DIRECTORS REPORT

CORPORATE GOVERNANCE REPORT

1. COMPANY'S PHILOSOPHY ON CODE OF CORPORATE GOVERNANCE:

The Corporate Governance regulations were issued by Security and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015 (with effect from 1st December, 2015) and as amended from time to time. The same has been implemented by the Company.

The Company believes in maximum utilization of resources at minimum cost and attaining maximum long-term shareholders value.

2. BOARD OF DIRECTORS:

a) Composition and Category of Board of Directors:

- The Board of the Company comprised of 6 (Six) Directors as on March 31, 2022 out of which 1 (One) is Managing Director, 2 (Two) are Whole Time Directors, 2 (Two) are Independent Non-Executive Directors and 1 (One) Women Non-Executive Independent Director of the Company.
- There isn't any Nominee Director or Institutional Directors appointed in the Company.
- None of Directors has pecuniary or business relationship with the Company other than as mentioned elsewhere in Annual Report. No Director of the Company is either member in more than 10 (Ten) committees and/or Chairman of more than 5 (Five) committees across all Companies in which he or she is a director.
- During the year, Shruti Saraf (DIN: 07521927) was re-appointed as an Independent Woman Director w.e.f. 27th May, 2021.

b) Details of attendance of each director at the meeting of the board of Directors and the last Annual General Meeting:

The following table gives the attendance of the Directors at Board Meetings of the Company and also other Directorship other than the Company and Chairmanship/Membership in Board Committees of public limited companies:

Sr. No.	Name of Director	Category	Board Meetings Attended	Attendance at Last AGM	*No. of other Directorship	No. of Other Committee Membership/ chairmanship in other Companies
1.	Mr. Vinod Lath	Promotor Chairman & Managing Director	29.05.2021, 30.06.2021, 14.08.2021, 30.08.2021, 13.11.2021, 31.12.2021,	Yes	Nil	Nil

			14.02.2022.			
2.	Mr. Pradeep Roongta	Whole Time Director	29.05.2021, 30.06.2021, 14.08.2021, 30.08.2021, 13.11.2021, 31.12.2021, 14.02.2022.	Yes	Nil	Nil
3.	Mr. Ramesh Khanna	Promoter & Whole Time Director	29.05.2021, 30.06.2021, 14.08.2021, 30.08.2021, 13.11.2021, 31.12.2021, 14.02.2022.	Yes	Nil	Nil
4.	Mr. Rajesh Tibrewal	Independent and Non-Executive Directors	29.05.2021, 30.06.2021, 14.08.2021, 30.08.2021, 13.11.2021, 31.12.2021, 14.02.2022.	Yes	Nil	Nil
5.	Mr. Rohit Gadia	Independent and Non-Executive Directors	29.05.2021, 30.06.2021, 14.08.2021, 30.08.2021, 13.11.2021, 31.12.2021, 14.02.2022.	Yes	2	Nil
6.	Ms. Shruti Saraf	Woman Independent Non-Executive Director	29.05.2021, 30.06.2021, 14.08.2021, 30.08.2021, 13.11.2021, 31.12.2021, 14.02.2022.	Yes	Nil	Nil

* Directorship only of public limited company is considered

c) **Number of other board of directors or committees in which a directors is a member or Chairperson**

Sr. No.	Name of Director	*No. of other Directorship	No. of Other Committee Membership in other Companies	No. of Other Committee Chairmanship in other Companies
1.	Mr. Vinod Lath	Nil	Nil	Nil
2.	Mr. Pradeep Roongta	Nil	Nil	Nil
3.	Mr. Ramesh Khanna	Nil	Nil	Nil
4.	Mr. Rajesh Tibrewal	Nil	Nil	Nil

5.	Mr. Rohit Gadia	2	Nil	Nil
6.	Ms. Shruti Saraf	Nil	Nil	Nil

d) Number of meetings of the board of directors held and dates on which held:

- During the year, there were in total **7 (Seven)** Board Meetings were held. The time gap between the two meetings was not more than 120 days. All the information required to be furnished to the Board was made available to them along with detailed Agenda notices.

The dates on which the Board Meetings were held are as follows **29.05.2021, 30.06.2021, 14.08.2021, 30.08.2021, 13.11.2021, 31.12.2021, 14.02.2022.**

e) Disclosure of Relationships between Directors Inter-se:

- Mr. Vinod Lath is the Managing Director & Chairman and is related to Mr. Pradeep Roongta being a relative as per Companies Act, 2013.
- Mr. Pradeep Roongta is the CFO & Whole-time Director and is related to Mr. Vinod Lath being a relative as per Companies Act, 2013.
- Mr. Ramesh Khanna is a Whole-time Director and is not related to any of the other Members of the Board of Directors.
- Mr. Rohit Gadia is a Non-Executive Independent Director and is not related to any of the other Members of the Board of Directors.
- Mr. Rajesh Tibrewal is a Non-Executive Independent Director and is not related to any of the other Members of the Board of Directors.
- Ms. Shruti Saraf is a Non-Executive Independent Woman Director and is not related to any of the other Members of the Board of Directors.

f) Number of shares and convertible instruments held by Non-executive Directors:

Sr. No.	Name of the Non-Executive Director	No. of Shares held	No. of convertible instruments held
1.	Rajesh Tibrewal	Nil	Nil
2.	Shruti Saraf	Nil	Nil
3.	Mr. Rohit Gadia	Nil	Nil

g) Details of Familiarization programmed imparted to Independent Directors for FY 2021-2022:

On appointment, the concerned Director is issued a Letter of appointment setting out in detail, the terms of appointment, duties, responsibilities and expected time commitments. Each newly appointed Independent Director is taken through an induction and familiarization program including the presentation and interactive session with the Managing Director & CEO, Executive Committee Members and other Functional Heads on the Company's manufacturing, marketing, finance and other important aspects. The program also includes visit to the plant to familiarize them with all facets of textile manufacturing. The details of familiarization program imparted for FY 2021-2022 can be accessed from the website: www.sunilgroup.com.

h) The Board has identified the following skills/expertise/ competencies fundamental for the effective functioning of the Company which are currently available with the Board:

Business Management	Understanding of business dynamics, during various market conditions, industry verticals and regulatory jurisdictions and applying the same in organising, planning and analysing company's business operation.
Strategy, Leading and Planning	Setting priorities, focusing resources and motivating employees towards achievement of common goal and objective of the organisation.
Corporate Governance	Developing good corporate governance practices that impacts all aspects of the organisation linked to transparency, accountability and trust, which serve the best interests of all stakeholders and strike a right balance between board and management accountability.

In the table below, the areas of core competencies, skills and attributes of Individual Directors have been highlighted

Sr. No.	Name of Director	Business Management	Strategy, Leading and Planning	Corporate Governance
1.	Mr. Vinod Lath	Yes	Yes	Yes
2.	Mr. Pradeep Roongta	Yes	Yes	-
3.	Mr. Ramesh Khanna	Yes	-	Yes
4.	Mr. Rajesh Tibrewal	Yes	Yes	Yes
5.	Mr. Rohit Gadia	Yes	-	Yes
6.	Ms. Shruti Saraf	Yes	-	Yes

i) Board Evaluation:

The Board has adopted a formal mechanism for evaluating its performance and effectiveness as well as that of its committees and individual Directors, including the Chairman of the Board. The exercise was carried out through a structured evaluation process covering various aspects of the Boards functioning such as composition of the Board & committees, experience & competencies, performance of specific duties & obligations, governance issues, quality of contribution to Board deliberations, commitment to shareholders and other stakeholder interests etc.

j) Code of Conduct:

The Board of Directors has adopted the code of conduct for the directors and senior management and the same has been placed on the company's website: www.sunilgroup.com. All board members and senior management personnel have affirmed compliance with the code of conduct for the period under review. A declaration to that effect signed by the Managing Director is attached and forms part of the Annual Report of the Company.

k) Meeting of Independent Directors:

The Company's Independent Directors met on 14th February, 2022 without the presence of the Managing Director & CEO, Non-Independent Directors and the Management Team. The meeting was attended by all the Independent Directors and was conducted informally to enable the Independent Directors to discuss matters pertaining to the Company's affairs and put forth their combined views to the Board of Directors of the Company. The Independent Directors, inter-alia, reviewed the performance of Non-Independent Directors, board as a whole and Chairman of the Company, taking into account the views of executive directors and non-executive directors.

l) Confirmation that in the opinion of the board, the independent directors fulfil the conditions specified in these regulations and are independent of the management.

The Board confirms that the Independent Directors of the Company fulfil the conditions specified in SEBI LODR regulations, 2015 and the Companies Act, 2013 and are independent of the management. Further there has been no resignation of an Independent Director before the expiry of his tenure during the Financial Year 2021-2022.

3. Audit Committee:

a) Brief Description of Terms of Reference:

Broad terms of reference of the Audit Committee are as per following:

- 1) Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- 2) Recommending the appointment, remuneration and terms of appointment of auditors of the company.
- 3) Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
- 4) Reviewing, with the management the annual financial statements and the auditor's report thereon, before submission to the board for approval, with particular reference to:
 - a. Matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013.
 - b. Changes, if any, in accounting policies and practices and reasons for the same.
 - c. Major accounting entries based on exercise of judgment by management.
 - d. Significant adjustments made in the financial statements arising out of audit findings.
 - e. Compliance with listing and other legal requirements relating to financial statements.
 - f. Disclosure of any related party transactions.
 - g. Modified opinion(s) in the draft audit report.
- 5) Reviewing, with the management, the quarterly financial statements before submission to the Board for approval.
- 6) Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter.

- 7) Review and monitor the auditors' independence and performance, and effectiveness of audit process.
- 8) Approval or any subsequent modification of transactions of the company with related parties
- 9) Scrutiny of inter-corporate loans and investments.
- 10) Valuation of undertakings or assets of the company, wherever it is necessary;
- 11) Evaluation of internal financial controls and risk management systems;
- 12) Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- 13) Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit
- 14) Discussion with internal auditors of any significant findings and follow up there on.
- 15) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- 16) Discussion with statutory auditors before the audit commences about nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- 17) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- 18) To review the functioning of the Whistle Blower mechanism.
- 19) Approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate.
- 20) To review report submitted by Monitoring Agency informing material deviations in the utilization of issue proceeds and to make necessary recommendations to the Board, if, when and where applicable.
- 21) Carrying out any other function as is mentioned in the terms of reference of the Audit committee.
- 22) Reviewing the utilisation of loans and/ or advances from investment by the holding company in the subsidiary exceeding Rs. 100 Crores or 10% of the asset size of the subsidiary, whichever is lower [including existing loans / advances / investments existing as on the date of coming into force of this provision]

b) Composition, Name of Members and Chairperson:

The Audit Committee of the Company is constituted in line with the provisions of Section 177 of the Companies Act, 2013 read with Regulation 18 Listing Obligation and Disclosure Requirement, 2015. The Audit Committee comprises of 3 Non-Executive Independent Directors and 1 Executive Director.

The Audit Committee met **Seven (7) times** in financial year 2020-2021 viz: **29.05.2021, 30.06.2021, 14.08.2021, 30.08.2021, 13.11.2021, 31.12.2021 and 14.02.2022**. The necessary quorum was present in the said meetings. The Chairman of the Audit Committee was present at the last Annual General Meeting of the Company held on 28th September, 2021. The composition of the Committee during the year 2021-2022 and the details of meetings held and attended by the Directors are as under:

Mr. Rajesh Tibrewal	Chairman
Mr. Rohit Gadia	Member
Ms. Shruti Saraf	Member
Mr. Pradeep Roongta	Member

Mr. Saurabh Sahu, Company Secretary is the secretary to the Audit Committee.

c) Meetings and Attendance during the year:

The Audit Committee has held 7 (Seven) meetings during the year and attendance of the meetings is given below:

The Audit Committee met **7 (Seven)** times in Financial Year 2021-2022 viz **29.05.2021, 30.06.2021, 14.08.2021, 30.08.2021, 13.11.2021, 31.12.2021 and 14.02.2022**.

Name of Director	Category of Directorship	No. of Committee Meetings attended
Mr. Rajesh Tibrewal	Independent Director	7
Mr. Rohit Gadia	Independent Director	7
MS. Shruti Saraf	Independent Director	7
Mr. Pradeep Roongta	Whole-Time Director	7

4. Nomination & Remuneration Committee:

a) Brief Description of Terms of Reference:

The Nomination and Remuneration Committee of the Company is constituted in line with the provisions of Section 178(3) and (4) of the Companies Act, 2013 read with Regulation 19 Security and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015. Nomination and Remuneration Committee comprises of 3 Non-Executive Independent Directors.

The Nomination and Remuneration Committee met **(2) Two** times during the year 2021-2022. The necessary quorum was present in the said meetings. The Chairman of the Nomination and Remuneration Committee was present at the last Annual General Meeting of the Company held on 28th September, 2021. The Committee comprises of 3 Non-Executive Independent Directors.

ROLE OF NOMINATION AND REMUNERATION COMMITTEE, inter-alia, include the following:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees;
2. Formulation of criteria for evaluation of performance of independent directors and the board of directors;

3. Devising a policy on diversity of board of directors;
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the board of directors their appointment and removal;
5. Whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors;
6. Criteria for evaluation of performance of independent directors and the board of directors and the Chairman of the Company;
7. Nomination and Remuneration Committee shall carry out evaluation of every director's performance.

b) Composition, Name of Members and Chairperson:

The composition of the Nomination and Remuneration Committee during the Financial Year 2021-2022 is as follows:

Name of the Director	Category
Mr. Rajesh Tibrewal	Chairman
Mr. Rohit Gadia	Member
Ms. Shruti Saraf	Member

Mr. Saurabh Sahu, Company Secretary is the secretary to the Committee.

c) Meeting and Attendance during the year:

The Nomination and Remuneration Committee has held **2 (Two)** meetings viz 30.08.2021; and 31.12.2021 during the year. The attendance of the meetings is given below.

Name of Director	Category of Directorship	No. of Committee Meetings attended
Mr. Rajesh Tibrewal	Non-executive Independent Director	2
Mr. Rohit Gadia	Non-executive Independent Director	2
Ms. Shruti Saraf	Non-executive Independent Director	2

d) Performance Evaluation Criteria for Independent Directors:

- **Guidelines regarding appointment of directors:** The Nomination & Remuneration Committee have approved a Policy for the Selection, Appointment and Remuneration of Directors. In line with the said Policy, the Committee facilitate the Board in identification and selection of the Directors who shall be of high integrity with relevant expertise and experience so as to have well diverse Board.

Directors are appointed or re-appointed with the approval of the shareholders and shall remain in office in accordance with the provisions of the law and the retirement policy laid down by the Board from time-to-time. The Managing Director and all the Non-Executive Directors (except Independent Directors) are liable to retire by rotation unless otherwise specifically provided under the Articles of Association or under any statute. As required under Regulation 46(2)(b) of the Listing Obligation and Disclosure Requirements, Regulations, 2015 the Company has issued formal letters of appointment to the Independent Directors. The terms & conditions of appointment of their appointment are posted on the Company's website and can be accessed at www.sunilgroup.com.

- **Membership term:** As per the Articles of Association of the Company, at least two-thirds of the Board of Directors should be retiring Directors. One-third of these Directors are required to retire every year and if eligible, the retiring Directors qualify for re-appointment.
- **Meeting of Independent Directors:** The Company's Independent Directors met on **14th February 2022** without the presence of the Managing Director & CEO, Non-Independent Directors and the Management Team. The meeting was attended by all the Independent Directors and was conducted informally to enable the Independent Directors to discuss matters pertaining to the Company's affairs and put forth their combined views to the Board of Directors of the Company
- **Succession policy:** The Board constantly evaluates the contribution of its members and recommends to shareholders their re-appointment periodically as per the statute. Executive Directors are appointed by the shareholders for a maximum period of Five years of one term, but are eligible for re-appointment upon completion of their term. Non-Independent, Non-Executive Directors do not have any term, but retire by rotation as per the law.
- **Performance Evaluation Criteria of Independent Directors:** During the year, the Board adopted a formal mechanism for evaluating its performance and effectiveness as well as that of its Committees and individual Directors, including the Chairman of the Board. The exercise was carried out through a structured evaluation process covering various aspects of the Boards functioning such as composition of the Board & committees, experience & competencies, performance of specific duties & obligations, governance issues, quality of contribution to Board deliberations, commitment to shareholders and other stakeholder interests etc.
- **Code of Conduct:** The Board of Directors has adopted the code of conduct for the directors and senior management and the same has been placed on the company's website <http://www.sunilgroup.com>. All board members and senior management personnel have affirmed compliance with the code of conduct for the period under review. A declaration to that effect signed by the Managing Director is attached and forms part of the Annual Report of the Company.

5. **Remuneration to Directors:**

a) **Pecuniary relationship or transactions of the non-executive Directors:**

There are no pecuniary relationships or transactions of Non-Executive Directors vis-à-vis the Company which has Potential conflict with the interests of the Company at large.

b) **Criteria of making payments to non-executive Directors:**

The Nomination and Remuneration Policy devised in accordance with Section 178 (3) and (4) of the Companies Act, 2013 is available at the website of the Company: <http://www.sunilgroup.com>. Further, criteria of making payments to non-executive directors, the details of remuneration paid to all the Directors and the other disclosures required to be made under Listing Obligation and Disclosure Requirement, 2015 have been provided in the said policy and Nomination and remuneration policy adheres to the terms and conditions of the policy while approving the remuneration payable.

c) **Disclosures with respect to remuneration:**

i. **Details of Remuneration Paid to the Directors:**

The remuneration of the managing director and executive director is recommended by the Remuneration Committee, then approved by the Board of Directors and subsequently by the shareholders in general meeting within the limits prescribed in Companies Act, 2013.

Details of remuneration paid to Executive Directors:

Name of Director	Mr. Vinod Lath	Mr. Pradeep Roongta	Mr. Ramesh Khanna
Designation	Managing Director	Chief Financial Officer & Whole Time Director	Whole Time Director
Salary	Rs. 15,00,000	Rs. 15,00,000	Rs. 10,51,127
Performance bonus	--	--	--
Provident Fund & Gratuity Fund	--	--	--
Stock Option	--	--	--

Details of remuneration paid to Non-Executive Directors:

Name	Mr. Rajesh Tibrewal	Mr. Rohit Gadia	Ms. Shruti Saraf
Sitting fees	Nil	Nil	Nil
Remuneration	Nil	Nil	Nil
No. of Equity shares	Nil	Nil	Nil
Commission	Nil	Nil	Nil
Non-Convertible Instruments	Nil	Nil	Nil
Stock Option	Nil	Nil	Nil

- ii. Directors are not provided with any performance linked incentives, along with the performance linked criteria.
- iii. None of the Directors have Services Contracts, apart from agreements made towards their appointment as Whole-time Directors/ Managing Director. The notice period for Resignation is 30 days however due to certain inadvertent or significant unavoidable circumstances notice of Resignation can be served and accepted without the mandatory period of 30 days.
- iv. The company has not issued any Stock Options either to its Directors or to its Employees.

6. Stakeholder's Relationship Committee:

The Stakeholders' Relationship Committee of the Company is constituted in line with the provisions of Section 178(5) of the Companies Act, 2013 read with Regulation 20 Securities and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015. Stakeholders' Relationship Committee of 3 Non-Executive Independent Directors.

The Committee periodically reviews the status of Stakeholders' Grievances and Redressal of the same. The Committee met **(4) Five** times in FY 2021-2022- viz: 30.06.2021; 30.08.2021; 13.11.2021 and 14.02.2022. The composition of the Committee during financial year 2021-2022 and the details of meetings held and attended by the Directors are as under:

The Stakeholder Relationship Committee has been constituted with 3 members. The committee consists of three Non-Executive Independent Directors. The committee looks into the shareholders and investors grievances that are not settled at the level of Compliance Officer and helps to expedite the share transfers and related matters.

The role of the committee shall inter-alia include the following:

(1) Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/ duplicate certificates, general meetings etc.

(2) Review of measures taken for effective exercise of voting rights by shareholders.

(3) Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.

(4) Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company.]

Following are the members of the Committee.

Mr. Rajesh Tibrewal	Chairman
Mr. Rohit Gadia	Member
Mr. Shruti Saraf	Member

Mr. Saurabh Sahu, Company Secretary is the secretary to the Committee.

Meeting and Attendance during the year:

The Stakeholder's Relationship Committee has (4) Four times in FY 2021-2022- viz: 30.06.2021; 30.08.2021; 13.11.2021; and 14.02.2022. The attendance of the meetings is given below.

Name of Director	Category of Directorship	No. of Committee Meetings attended
Mr. Rajesh Tibrewal	Non-executive Independent Director	4
Mr. Rohit Gadia	Non-executive Independent Director	4
Mr. Shruti Saraf	Non-executive Independent Director	4

a) Name of Non-Executive Director heading the committee:

Mr. Rajesh Tibrewal, the Chairman and Independent Non-Executive Director is the head of the committee.

b) Name and Designation of Compliance Officer:

Mr. Saurabh Sahu (Membership Number: A55322), who is Company Secretary is also the Compliance Officer of the Company.

c) Number of Shareholder's Complaints received so far:

The company received (Nil) complaints from Shareholders during the Financial Year 2021-2022.

d) Number unsolved to the satisfaction of shareholders:

There were no unsolved complaints to the satisfaction of shareholders.

e) Number of Pending Complaints:

There were no Shareholder Complaints.

7. General Body Meetings:

a) Details of last 3 (Three) Annual General Meetings and whether any Special Resolutions were passed in those three Annual General Meeting are given below:

Financial Year	Date	Time	Location	Special Resolution(s)
2018-2019	28.09.2019	11.00 am	D-8, MIDC, Manpada Road, Dombivli (E), Thane - 421 201	1. Re-Appointment of Rohit Gadia as an Independent Director 2. Alteration of Memorandum of Association as per the provisions of the Companies Act, 2013 3. Re-Appointment of Vinod Lath as Managing Director and approval for payment of remuneration 4. Re-Appointment of Pradeep Roongta as Whole Time Director and Chief Financial officer and approval for payment of remuneration. 5. Re-appointment of Ramesh Khanna as Whole Time Director and approval for payment of remuneration.
2019-2020	28.09.2020	11.00 am	Through video conferencing or other audio-visual means.	NIL
2020-2021	28.09.2021	04.00 pm	Through video conferencing or other audio-visual means.	1. Alteration of Memorandum of Association as per

				the provisions of the Companies Act, 2013 2.Re-appointment of Shruti Saraf as an Independent Woman Director
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b) Extra-ordinary general meeting:

No Extra Ordinary General Meeting of Members or Meetings of Creditors was held during last 3 years and there was no instance of Court convened meeting during last 3 years.

- c) There were no Special/Ordinary resolutions passed during last year through Postal Ballot nor does the Company thus far has any plan to conduct postal Ballot and hence is not required to produce Procedure of Postal Ballot.

8. MEANS OF COMMUNICATION:

a) Yearly/Quarterly Results:

The yearly/quarterly results are duly reviewed by the Audit Committee and subsequently approved by the Board of Directors of the Company and the same have been submitted to BSE in due course of time. The Company has its website named as www.sunilgroup.com.

b) Newspapers where Yearly/Quarterly Results are Published:

The Yearly/Quarterly results are published in one English language newspaper being the Free Press Journal and one Marathi language newspaper being Navshakti.

c) Website where Yearly/Quarterly Results are Published:

The Yearly/Quarterly results are duly hosted on the Website of the Company at www.sunilgroup.com and is easily accessible in public domain at the Website of BSE Limited at <http://www.bseindia.com/stock-share-price/sunil-industries-ltd/suniltx/521232/>. The results and other mandatory information about the Company is hosted at the website of the Company at www.sunilgroup.com. The website contains details as required under LODR, 2015 and Companies Act, 2013.

d) News Releases and Presentations made to Institutional Investors or to the Analysts:

The company has not made any official news releases nor it has made any presentations made to Institutional Investors or to the analysts hence the same are not disclosed to BSE or on the website of the Company.

e) Stock Exchange

Our Company makes timely disclosures and filing to BSE Limited in terms of the SEBI Listing Regulations and other rules and regulations issued by SEBI and the same are hosted on website of said Stock Exchange.

f) Corporate Compliance & the Listing Centre

The Company files its financial results and other submission on the electronic filing system, i.e., Listing Centre of BSE. The same is also available on the website of BSE www.bseindia.com.

g) Whether it also displays official news releases

The Company has not made any official news release during the year under review. Hence, there is no question of displaying the same.

9. GENERAL SHAREHOLDERS INFORMATION:

a) Annual General Meeting - Date, Time and Venue:

The 46th Annual General Meeting is scheduled to be held on **Thursday, the 29th day of September, 2022** at **2.00 pm** through Video Conferencing or Other Audio-Visual Means (OAVM).

b) Financial Year:

The Financial year of the company is from April to March. The financial calendar is as per following.

Audited annual results of the year	On or before 30 th May
First Quarter Results	On or before 14 th August
Second Quarter & Half year results	On or before 14 th November
Third Quarter Results	On or before 14 th February

c) Payment of Dividend:

The Board of Directors have not proposed any dividend for the Financial Year ended 31st March, 2022 with a view to conserve resources for a sustainable future.

f) Compliance Officer Details:

Mr. Sourabh Sahu
Company Secretary & Compliance Officer.
Membership No. A55322
Email: sourabh.sahu1947@gmail.com

g) Description of Voting Rights

All shares issued by the Company carry equal voting rights.

h) Listing of Stock Exchange:

The company's shares are listed at Bombay, Ahmedabad, Delhi and Calcutta Stock Exchanges out of which Bombay Stock Exchange (Address: Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai 400001) is the only functional Stock Exchange and hence all the Listing Compliances including payment of Listing Fees are made to BSE Limited only.

The Company has paid listing fees up to 31st March, 2022 to the Bombay Stock Exchange (BSE Limited).

i) BSE Stock Code:

Scrip Name: SUNIL INDUSTRIES LIMITED
Scrip Code: 521232

j) Market Price Data:

The Stock Market Price for the period April 2021 to the end of March 2022 at BSE is given hereunder:

Month	BSE		
	High	Low	Volume of shares traded (Nos)
Apr-21	13.60	12.28	1,300
May-21	15.63	11.69	1,400
Jun-21	24.75	15.00	20,600
Jul-21	22.05	18.05	3,100
Aug-21	17.30	16.50	200
Sep-21	16.45	14.90	800
Oct-21	16.60	14.50	1,500
Nov-21	14.30	13.00	400
Dec-21	14.05	12.50	3,200
Jan-22	17.06	14.75	3,100
Feb-22	21.60	17.90	1,400
Mar-22	44.35	22.65	10,000

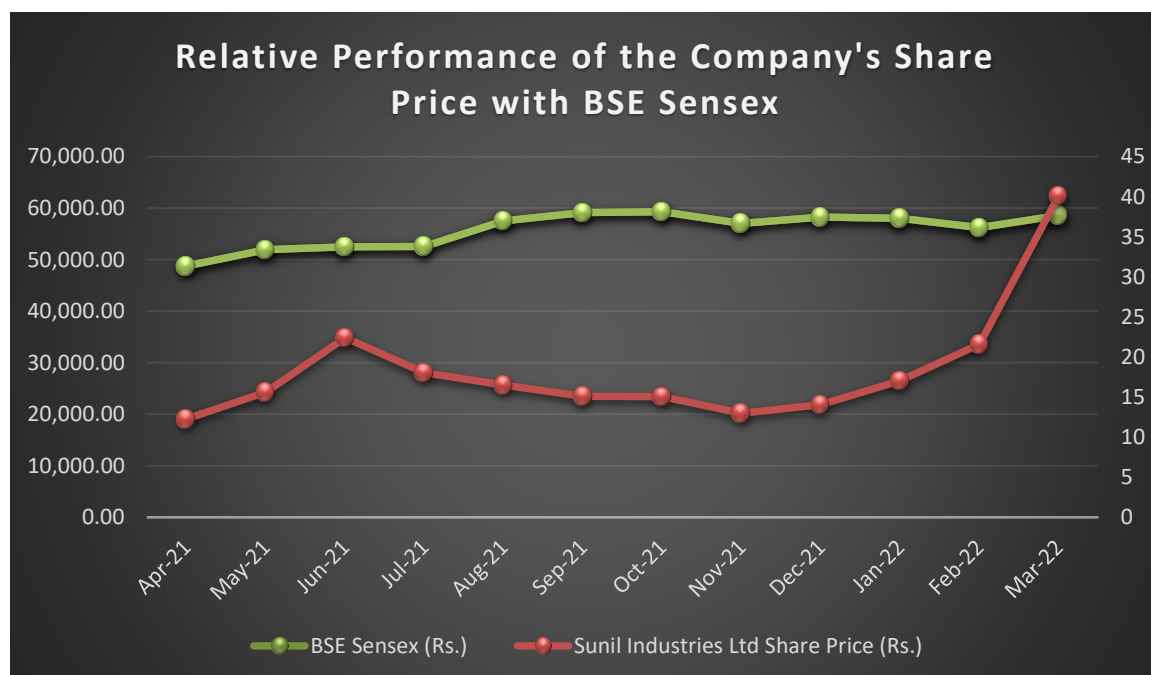
d) Performance in comparison to broad-based indices of BSE:

Relative Performance of the Company's Shares Price with BSE Sensex:

Share Price of Sunil Industries Limited v/s BSE Sensex Index for the year 2021-2022:

Months	Sunil Industries Share Price (Rs.)	BSE Sensex (Rs.)
Apr-21	12.28	48,782.36
May-21	15.63	51,937.44
Jun-21	22.40	52,482.71
Jul-21	18.05	52,586.84
Aug-21	16.50	57,552.39
Sep-21	15.10	59,126.36
Oct-21	15.05	59,306.93
Nov-21	13.00	57,064.87
Dec-21	14.05	58,253.82
Jan-22	17.06	58,014.17
Feb-22	21.60	56,247.28
Mar-22	40.15	58,568.51

Chart



e) **The Securities of the Company are not suspended from trading and hence no explanation is provided.**

f) **Registrars and Share Transfer Agents:**

Address of Registrars and Share Transfer Agent is as follows:

Link Intime India Private Limited.

Add.: C 101, 247 Park,
L.B.S. Marg, Vikhroli (West),
Mumbai - 400083.

g) **Share Transfer System:**

The share transfer of securities in physical form are registered, duly transferred and dispatched within 30 days of the receipt, if the transfer documents are in order, and rejection are communicated within 15 days if the documents are not found in order. The share transfers are approved on fixed time interval by the persons authorized to do so by the Board. The shares in de-materialized form are processed and transferred within 15 days from receipt of dematerialization requests.

h) **Distribution of shareholding as on 31st March, 2022**

Shareholding of Shares		Number of Shareholders	% of Total Shareholders	No. of Shares	% of Total Shares
1	500	6034	95.40	7,51,600	17.90
501	1000	143	2.26	1,20,700	2.87

1001	2000	51	0.81	80,400	1.91
2001	3000	18	0.28	46,700	1.11
3001	4000	9	0.14	32,200	0.77
4001	5000	21	0.33	98,700	2.35
5001	10000	15	0.24	1,24,900	2.98
Above 10001		34	0.54	29,44,800	70.11
TOTAL		6325		4200000	100

i) **Categories of Shareholders as on 31st March, 2022**

Category	No. of Shares Held	% Shareholding
Corporate Bodies (Promoter Companies)	1292100	30.7642
Other Bodies Corporate	160600	3.8238
Directors	368000	8.7619
Hindu Undivided Family	11200	0.2667
Mutual Fund	4800	0.1143
Non-Nationalized Banks	300	0.0071
Non-Resident (Non Repatriable)	232300	5.531
Non-Resident Indians	3000	0.0714
Office Bearers	11700	0.2786
Clearing member	2900	0.0690
Persons Acting in Concert	4700	0.1119
Public	1304000	31.0476
Promoters (excluding directors and their relatives)	296400	7.0571
Relative of Directors	508000	12.0952
TOTAL	4200000	100.00

j) **Dematerialization of securities and liquidity:**

Names of depositories for dematerialization of equity shares are as under:

Name of depository	ISIN No.
National Securities Depository Ltd.	INE124M01015
Central Depository Services (India) Ltd.	INE124M01015

As on 31st March, 2022, **67.00%** of the Company's total shares representing **28,14,100** shares were held in de-materialized form and the balance **33.00%** representing **13,85,900** shares in paper form. The details are given below:

Type	No. of Shares Held	% Shareholding
<u>De-materialized shares</u>		
With N.S.D.L.	16,02,195	38.15
With C.D.S.L.	12,11,905	28.85
Total Demat shares	28,14,100	67
Physical shares	13,85,900	33
TOTAL	42,00,000	100.00%

k) **The Company does not have any outstanding Global Depository Receipts (GDR's) or American Depository Receipts (ADR's) or warrants or any convertible instruments as on date.**

l) **Commodity price risk or foreign exchange risk and hedging activities:**

The Company does not have any Commodity Price Risk or Foreign Exchange Risk and hedging activities as the same are not applicable to the Company.

m) **Plant locations:**

The Company's Plant is located as under.

- **Spinning Unit:**
S. F. Mo. 324/1, Karungal Village,
Anapatti Post, Vedasandur Taluk,
Dist. Dindigul – 624 620
- **Weaving Unit:**
Plot No. 60-B, Parvati Industrial Area,
Kondigre Road, Near Gangajal Water Tank, Yadrav,
Ichalkaranji
- **Processing Unit:**
D-8, MIDC, PHASE II,
Manpada Road, Dombivli (E),
Dist. Thane

n) **Address for correspondence:**

Shareholders of the company can send correspondence at company's share & Transfer Agent's Office or the Registered office of the company situated at following address:

D-8, MIDC, Phase II,
Manpada Road, Dombivli (East),
Dist. Thane 421201

o) **Credit ratings need not be obtained by the entity during the relevant financial year as the financials do not consists of any debt instruments or any fixed deposit programme or any scheme or proposal of the listed entity involving mobilization of funds, whether in India or abroad.**

10. **Other Disclosures**

a. **Materially significant related party transactions:**

There are no materially significant transactions with the related parties viz. Promoters, Directors or the Management or their relatives or that had potential conflict with the Company's interest. Suitable disclosure as required by the Accounting Standard (AS 18) and AOC-2 have been made in the Annual Report. The Related Party Transactions Policy as approved by the Board is available on the Company's website at www.sunilgroup.com.

b. **Details of non-compliance:**

The Company has complied with the necessary provisions of Listing Obligation and Disclosure Requirements, Regulations 2015 apart from Regulation 31(2) towards compulsory Demat

holding of Promoters. The Promoters being distant relatives of each other are scattered all over and hence it is very difficult to convert each promoter's physical holding into Demat, however the company is in the process for conversion of the same as per Regulations 31 (2) of LODR, 2015.

The Company has paid Penalty of Rs. 1,08,560/- and Rs. 53,100/- as imposed by SEBI for violation of Reg. 6 of SEBI LODR Regulations, 2015 towards non- appointment of Company Secretary cum Compliance officer. The Company along with its 3 Directors i.e Mr. Vinod Lath, Mr. Pradeep Roongta and Mr. Ramesh Khanna has paid aggregate Compounding fees as imposed by Honarable Regional Director, Western Region, of Rs. 5,01,700 (Five Lakh One Thousand Seven Hundred) on 27.08.2020 for violation of Section 203 of the act towards non- appointment of Company Secretary. however, the Company has made the default good by appointment of Company Secretary and Compliance officer.

c. Details of establishment of Vigil Mechanism, Whistle Blower Policy and affirmation that no personnel have been denied access to the Chairman:

Pursuant to Section 177(9) and (10) of the Companies Act, 2013 and Regulation 27(2) of Security and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015., the Company has a Whistle-Blower Policy for establishing a vigil mechanism for Directors and employees to report genuine concerns regarding unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct and Ethics policy. The said mechanism also provides for adequate safeguards against victimization of persons who use such mechanism and makes provision for direct access to the chairperson of the Audit Committee in appropriate or exceptional cases. The Company also affirms that no employee of the Company was denied access to the Audit Committee. The said Whistle-Blower Policy has been hosted on the website of the Company at www.sunilgroup.com

d. Details of compliance with mandatory requirements and adoption of the non-mandatory requirements:

The Company has complied with the mandatory requirements of Corporate Governance as stipulated under Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Further the Company has also complied with the corporate governance requirements specified in Regulations 17 to 27 and the mandatory requirements under Schedule II and Regulation 46 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The company to the extent possible has adopted certain non-mandatory requirements as part of good corporate governance practice.

e. Web link where policy of determining 'material' Subsidiaries is disclosed:

The company does not have any subsidiary hence formation of material subsidiary policy is not applicable to the company.

f. Web link where policy on dealing with Related Party Transactions:

There are no materially significant transactions with the related parties viz. Promoters, Directors or the Management or their relatives or that had potential conflict with the Company's interest. Suitable disclosure as required by the Accounting Standard (AS 18) and AOC-2 has been made in the Annual Report. The Related Party Transactions Policy as approved by the Board is uploaded on the Company's website at www.sunilgroup.com.

g. Disclosure of commodity price risks and commodity hedging activities:

Disclosures are not required since the Company does not have a Commodity Price Risk or foreign exchange risk and hedging activities as the same are not applicable Company.

h. Details of utilization of funds raised through Preferential Allotment or Qualified Institutions Placement as specified under Regulation 32 (7A).

There hasn't been any utilisation of funds through Preferential Allotment or Qualified Institutional Placement as per Regulation 32 (7A) in the Financial Year.

i. Certificate from a Company Secretary in practice that none of the Directors on the Board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority.

A certificate that none of the Directors on the Board of the Company have been disqualified or debarred from continuing or being appointed as directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority has been obtained for HS Associates, Practicing Company Secretaries and is attached to this report.

j. The board had accepted all the recommendations obtained by the committees of the board which was otherwise mandatorily required to be obtained in the relevant Financial Year.

k. Total fees for all services paid by the listed entity, to the statutory auditor and all entities in the network firm/network entity of which the statutory auditor is a part.

Audit Fees paid to Statutory Auditor: Rs. 2,50,000/-.

Other Fees paid- Nil

l. Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

i. Number of complaints filed during the Financial Year: NIL

ii. Number of complaints disposed of during the Financial Year: NIL

iii. Number of complaints pending as on end of the Financial Year: NIL

m. Dates of Book Closure:

From **Friday, 23rd September, 2022 to Thursday, 29th September, 2022** (both days inclusive).

n. Debentures:

There are no outstanding debentures as the company has not issued Debentures at any point of time.

o. E-Voting Facility to Members:

In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members the facility to exercise their right to vote at the 46th Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services provided by Central Depository Services (India) Limited (CDSL).

11. Non-compliance of any requirement of corporate governance report of sub-paras (2) to (10) above, with reasons thereof shall be disclosed:

The Company has complied with the necessary provisions of Listing Obligation and Disclosure Requirements, Regulations 2015 apart from Regulation 31(2) towards not holding promoters holding in Demat. The Promoters being distant relatives of each other are scattered all over and hence it is very difficult to convert each promoter's physical holding into Demat, however the company is in the process for conversion of the same as per regulations 31 (2) of LODR, 2015.

12. The corporate governance report shall also disclose the extent to which the discretionary requirements as specified in Part E of Schedule II have been adopted:

- **The Board:** A Executive chairperson maintains the office of Chairperson as the Company, as he is the founder promoter of the Company.
- **Shareholder Rights:** A half-yearly status of financial performance in the form of Financial Results is available at the website of the Company, the same can be downloaded from company's website. Further all the Significant transactions that have taken place during the financial year are disclosed as per the requirement of SEBI LODR regulations.
- **Modified opinion(s) in Audit Report:** The listed entity's financial statements have an unmodified audit opinion.
- **Reporting of Internal Auditor:** The internal auditor reports directly to the audit committee.
- **Separate Post of Chairman and Chief Executive Officer**
The Post of Chairman and Chief Executive Officer is held by separate persons.

D. Declaration signed by the chief executive officer stating that the members of board of directors and senior management personnel have affirmed compliance with the code of conduct of board of directors and senior management.

The same has been annexed which forms Part of this Report.

E. Compliance certificate from either the auditors or practicing company secretaries regarding compliance of conditions of corporate governance shall be annexed with the directors' report.

The same has been annexed which forms Part of this Report.

F. Disclosure with respect to Demat suspense account/ unclaimed suspense account:

As per the confirmation given by Registrar and Transfer Agent, the Company has nil shares that remains unclaimed by the shareholders of the Company. All shares held in demat and physical form has been duly claimed by the respective shareholders and hence the company is not required to undergo the procedural requirements of Schedule VI of the SEBI (LODR) Regulations, 2015.

- a) **Aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year: NIL**
- b) **Number of shareholders who approached listed entity for transfer of shares from suspense account during the year: NIL**

c) **Number of shareholders to whom shares were transferred from suspense account during the year; aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year: NIL**

d) **That the voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares: Not Applicable**

**ON BEHALF OF THE BOARD
FOR SUNIL INDUSTRIES LIMITED**

**SD/-
VINOD LATH
MANAGING DIRECTOR& CHAIRMAN
DIN NO: 00064774
DATE: 25th August, 2022
PLACE: DOMBIVLI**

COMPLIANCE CERTIFICATE BY CFO & CEO

To,
The Board of Directors,
SUNIL INDUSTRIES LIMITED
D-8, MIDC, Phase II,
Manpada Road, Dombivli (E), Dist. Thane 421201

We, Mr. Vinod Lath, Managing Director and Mr. Pradeep Roongta, CFO of the Company as stipulated under Regulation 17(8) and Part B of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, do hereby certify for the Financial Year, ending 31st March, 2022:

- a) We have reviewed Financial Statements and the Cash Flow Statement for the year ended 31st March, 2022 and that to the best of our knowledge and belief:
1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that may be misleading;
 2. These statements together present a true and fair view of the Company's affairs and are in compliance with current applicable accounting standards, applicable laws and regulations.
- b) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of conduct.
- c) We accept responsibility for establishing and maintaining internal controls for financial reporting. We have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and steps taken or proposed to be taken for rectifying these deficiencies.
- d) We have indicated to the Auditors and the Audit Committee:
- i. Significant changes, if any, in the internal control over financial reporting during the year.
 - ii. Significant changes, if any, in accounting policies made during the year and that the same have been disclosed in the notes to the Financial Statements; and
 - iii. Instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

FOR SUNIL INDUSTRIES LIMITED

FOR SUNIL INDUSTRIES LIMITED

Sd/-
Mr. Vinod Lath
(MANAGING DIRECTOR)

Sd/-
Mr. Pradeep Roongta
(CFO)

Date: 25th August, 2022

Place: Dombivli

DECLARATION REGARDING AFFIRMATION OF CODE OF CONDUCT ON BEHALF OF THE BOARD OF DIRECTORS AND SENIOR MANAGMENT

In terms of the requirements of the Listing Obligation and Disclosure Requirements, Regulations 2015, Code of Conduct as approved by the Board of Directors of the Company I, Mr. Vinod Lath, Managing Director on behalf of the board of directors and senior management of the Company hereby declare that all Board members and senior management personnel affirm compliance with the code on an annual basis for the period 31st March, 2022.

**ON BEHALF OF THE BOARD
FOR SUNIL INDUSTRIES LIMITED**

**SD/-
VINOD LATH
MANAGING DIRECTOR& CHAIRMAN
DIN NO: 00064774
DATE: 25th August, 2022
PLACE: DOMBIVLI**

CERTIFICATE ON CORPORATE GOVERNANCE FROM PRACTICING COMPANY SECRETARIES

To,
The Shareholders,
SUNIL INDUSTRIES LIMITED
D-8, MIDC, Phase II,
Manpada Road, Dombivli (E),
Dist. Thane

The Corporate Governance Report prepared by SUNIL INDUSTRIES LIMITED (“the Company”), contains details as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (“the Listing Regulations”) with respect to Corporate Governance for the year ended March 31, 2022 pursuant to the Listing Agreement of the Company with the Bombay Stock Exchange Limited (Herein after referred to as the “Stock Exchange”).

Management’s Responsibility:

The preparation of the Corporate Governance Report is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. The Management along with the Board of Directors are also responsible for ensuring that the Company complies with the conditions of Corporate Governance as stipulated in the Listing Regulations, issued by the Securities and Exchange Board of India. This responsibility also includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Corporate Governance Report.

Auditor’s Responsibility:

Pursuant to the requirements of the Listing Regulations, it is our responsibility to provide a reasonable assurance whether for the year ended March 31, 2022 the Company has complied, with the conditions of Corporate Governance as stipulated in the Listing Regulations. Our examination was limited to procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

Opinion:

In our opinion, based on our examination of the relevant records and to the best of our information and according to explanations given to us, and representations provided by the management, we certify that, the Company, has complied with the conditions of Corporate Governance as stipulated, in the above-mentioned Listing Regulations.

Other Matters and Restriction on use:

We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company. The certificate is addressed and provided to the members of the Company solely for the purpose to enable the Company to comply with the requirement of the Listing Regulations, for the year ended March 31, 2022, and it should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

Place: Mumbai.

Date: 25th August, 2022

ICSI UDIN: A005941D000847562

**For HSPN & Associates LLP
Company Secretaries**

**Sd/
Prakash D Naringrekar
Designated Partner
ACS No.: 5941
COP No.: 18955**

Certificate of Non-Disqualification of Directors

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

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of SUNIL INDUSTRIES LIMITED having CIN L99999MH1976PLC019331 and having registered office at D 8 MIDC PHASE II, MANPADA ROAD DOMBIVLI (EAST) THANE MH 421201 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ended 31st March, 2022 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

SR. NO.	NAME OF DIRECTOR	DIN	DATE OF APPOINTMENT
1.	VINOD GAJANAND LATH	00064774	02/07/1979
2.	PRADEEP ROONGTA CHATRUPRASAD	00130283	01/11/1999
3.	RAMESH CHAMANLAL KHANNA	00130351	01/09/2001
4.	RAJESH SITARAM TIBREWAL	00130509	22/08/2017
5.	ROHIT GADIA	02175342	15/03/2012
6.	SHRUTI RITESH SARAF	07521927	27/05/2016

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

Place: Mumbai.

Date: 25th August, 2022

ICSI UDIN: A005941D000847672

**For HSPN & Associates LLP
Company Secretaries**

Sd/
Prakash D Naringrekar
Designated Partner
ACS No.: 5941
COP No.: 18955

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

A) GLOBAL ECONOMIC OVERVIEW:

Following a rebound to an anticipated 6.1% in CY 2021, global growth is likely to slow to 3.6% in CY 2022, owing to ongoing COVID-19 flare-ups, reduced fiscal assistance, and persisting supply constraints. As pent-up demand fades and supporting macroeconomic policies are loosened, global GDP is expected to maintain its growth levels of 3.2% in CY 2023. While output and investment in advanced economies are expected to rebound to pre-pandemic levels next year, they are expected to stay much lower in emerging market and developing economies (EMDEs) due to lower vaccination rates, stricter fiscal and monetary policies, and the pandemic's long-term scarring. COVID-19 infection rates rose dramatically over the world, owing to the fast spread of the Omicron form. Another crisis of the Russia-Ukraine war resulted in an expensive humanitarian disaster. At the same time, the conflict's economic consequences caused a considerable slowdown in global economy in CY 2022, and an increase in inflation. Fuel and food prices have risen significantly, disproportionately affecting disadvantaged populations in low-income nations. Inflation forecasts for CY 2022, are 5.7% in advanced countries and 8.7% in EMDEs, owing to war-induced commodity price hikes and expanding pricing pressures. Thus, over the medium-run, global growth is expected to slow to around 3.3% after CY 2023. Multilateral actions are critical in responding to the humanitarian crisis, preventing further economic fragmentation, maintaining global liquidity, managing financial distress, combating climate change, and ending the pandemic. (Source: Global Economic Prospects January 2022 – A World Bank Group Flagship Report, <https://www.imf.org/en/Publications/WEO/Issues/2022/04/19/world-economic-outlook-April-2022>).

B) Outlook:

With the contraction in global growth expected in FY 2021-22 owing to COVID-19 resurgence, decreased fiscal support and restricted monetary policies, the outlook for global growth looks weaker. However, in CY 2022, and CY 2023, the global economic boom will slow slightly as the COVID-19 pandemic transitions to endemic status. With supply disruptions expected to continue, inflation will stay high in the coming months, prompting monetary policy tightening. Inflation will eventually decrease as demand slows and supply chain issues are rectified. Thus, in the face of additional COVID-19 outbreaks, continuing labour market issues, persisting supply-chain bottlenecks, and mounting inflationary pressures, global economic recovery is predicated on a delicate balancing act.

C) Industrial Scenario

The textiles and apparel industry in India has strengths across the entire value chain from fiber, yarn, fabric to apparel. It is highly diversified with a wide range of segments ranging from products of traditional handloom, handicrafts, wool and silk products to the organized textile industry. The organized textile industry is characterized by the use of capital-intensive technology for mass production of textile products and includes spinning, weaving, processing, and apparel manufacturing.

Overall harmonious industrial relations prevailed at all the Company's locations during FY 2021-22. Significant emphasis was also laid towards raising awareness on health and wellness of employees through health awareness activities. In line with the 'Go Green' philosophy, your Company is continuously adopting new techniques to eliminate and minimize the overall environmental impact. The Company continuously works to nurture this environment to keep its employees highly motivated, result oriented and adaptable to changing business environment.

D) Opportunities, Challenges, Threats, Risk and Concerns:

The hardening of crude oil prices, however, presents a major upside risk to the inflation outlook. The transmission of input cost pressures to selling prices remains muted in view of the continuing slack in demand. Change in the policies of the Government of India may adversely affect economic conditions in the country generally, which could impact our business and prospects. The Company is concerned about the various threats that it is exposed to which includes factors such as uncertain business environment including impact of COVID-19 pandemic, fluctuating rupee, slowdown in demand & possibility of increase

in interest rates, etc. The broader trends in the economy are expected to have a direct impact on your Company's growth prospects as well. Inflation is expected to remain elevated for the foreseeable future, driven by war-induced commodity price increases and broadening price pressures. In addition, the anticipated increase in interest rates by Central Banks in the coming year are also expected to lower growth and exert pressure on economies particularly those in emerging markets. New and changing regulatory compliance, governance and disclosure requirements may increase our costs of compliance. The Company tries to mitigate these risks by taking quick actions and proactive initiatives & sound business management practices and minimize the impact of these risks to the extent possible.

E) Business Outlook:

There are signs of pickup in economic activity and the recovery should gather pace by the end of first quarter FY22, helped by the decline in COVID cases and faster vaccination. India is poised to grow at the fastest pace year-on-year among major economies, according to projections made by the International Monetary Fund (IMF). This recovery is supported by large-scale vaccination and sustained fiscal and monetary support. The results of growth-enhancing policies and schemes (such as production-linked incentives and government's push toward self-reliance) and increased infrastructure spending will start kicking in from 2023, leading to a stronger multiplier effect on jobs and income, higher productivity, and more efficiency—all leading to accelerated economic growth. Also, several spillover effects of geopolitical conflicts could enhance India's status as a preferred alternate investment destination. RBI estimates the GDP growth rate for FY 2022-23 at 7.2%. The annual inflation rate in India edged down to 7.04% in May of 2022 from an 8-year high of 7.79% in the previous month. Inflation is expected to remain high for the next few quarters of FY 2022-23 due to higher commodity and fuel prices and negative terms of trade. The RBI has already taken measures to contain inflation by tightening the policy rates. The next few quarters will be critical for India's economy as the Government and the RBI work at balancing the stress on inflation, currency and fiscal deficit. Consumer confidence is improving and households' optimism in outlook for the year ahead has strengthened with an uptick in sentiments. Business confidence is in optimistic territory and supportive of revival in economic activity.

F) Segment-Wise Performance or product wise performance:

The company has only one segment i.e., Manufacturing of Textiles, therefore the requirement of segment-wise reporting is not applicable to the Company.

G) Internal control systems & their adequacy:

The Company has adequate internal audit system commensurate with its size and nature of operations. The Audit Committee of the Board of Directors approves the internal audit scope every year and quarterly presentation to the audit committees are made by internal auditors as well as statutory auditors of the Company. The Management consistently reviews the internal control systems and procedures to ensure efficient conduct of the business conforming to the ethics and code of conduct of the Company.

H) Discussion on financial performance with respect to operational performance:

During the year ended 31st March, 2021, your Company reported total Income of Rs. 88,72,99,201/- which in comparison to previous year's figures have decreased by approximately 3.12 %, this is due to Textile Industry experiencing a downfall. The Net Profit after tax and OCI is Rs. 67,85,232/- as compared to Rs. 6,912,477/- in previous year marking a reduction of approximately 1.84% % but the overall profit carried forward to the Balance Sheet is Rs. 136,682,495/- which has increased by 5.22% as compared to previous year's figure.

I) Human Resource Policies:

Your company considers its human resources as its most valuable assets, among all other assets of the Company. It has been the policy of the company to actuate the talent by providing opportunities to develop themselves within the organization. The company continued to have maintained very cordial & harmonious relations with its employees.

J) Details of significant changes (i.e. change of 25% or more as compared to the immediately previous financial year) in key financial ratios, along with detailed explanations therefor, including:

Name of Metric	FY 2022	FY 2021	% Change Increase (decrease)	Explanation in case change is 25 % or more, as compared to the previous year
Trade Receivables Turnover Ratio	1.08	0.76	42.06 %	Revenue from operation has been increased for the period.
Inventory Turnover	6.85	2.99	385.95 %	COGS have been increased for the period.
Interest Coverage Ratio	3.56	2.20	61.94 %	Earning from operation have been increased for the period.
Current Ratio	1.19	1.34	-11.11 %	
Debt - Equity Ratio	1.09	0.82	33.78 %	Current and non-current borrowing have been increased for the period.
Operating Profit ratio	0.36	0.40	-8.51%	
Net Profit Ratio	0.02	0.01	126.66 %	Loss has been reduced during the year, as compared to sales, expense have been significantly reduced.
Return on Net Worth	0.07	0.02	283.88%	Earning from operation have been increased for the period.

<u>Accounting Treatment:</u>

The Company is following India accounting standards (IND – AS) for financial year 2021-2022 as notified by the Central Government of India under the Companies (Accounting Standards) Rules under section 133 of the Companies Act, 2013 and as per guideline of the institute of chartered accountants of India in the preparation of financial statements and has not adopted a treatment different from that prescribed in any accounting standard.

ON BEHALF OF THE BOARD
FOR SUNIL INDUSTRIES LIMITED

SD/-

VINOD LATH
MANAGING DIRECTOR & CHAIRMAN
DATE: 25th August, 2022
DIN NO: 00064774
PLACE: DOMBIVLI

INDEPENDENT AUDITORS' REPORT

**To The Members of
Sunil Industries Limited**

Report on the Audit of the IND AS Standalone Financial Statements

1. Opinion

We have audited the accompanying standalone Ind AS financial statements of **Sunil Industries Limited** ("the Company"), which comprise the Balance Sheet as at 31 March 2022, and the Statement of Profit and Loss (including other comprehensive income), the statement of Cash Flows and the statement of changes in equity for the year then ended, and notes to the financial statement including a summary of significant accounting policies and other explanatory information (**herein after referred to as "standalone Ind AS financial statements"**)

In our opinion and to the best of our information and according to the explanation given to us, the aforesaid Ind AS standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS, of the state of affairs of the Company as at 31 March 2022, and its financial performance including comprehensive income, its cash flows and the change in equity for the year ended on that.

2. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

3. 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.

4. Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the standalone financial statements and our auditors' report thereon.

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material

misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

5. Management's Responsibility for the Standalone Ind AS Financial Statements

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

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.

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

6. Auditors Responsibility for the Audit of the Standalone Ind AS Financial Statements

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

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

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

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

7. Report on Other Legal and Regulatory Requirements

- A. As required by Section 143(3) of the Act, we report that:
- a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Standalone IND AS Balance sheet, the standalone statement of profit and loss including other comprehensive income, the statement of cash flow and the statement of changes in equity dealt with by this report are in agreement with the books of account.
 - d. In our opinion, the aforesaid standalone Ind AS financial statements comply with the Indian Accounting Standards (Ind As) specified under Section 133 of the Act, read with relevant rule issued thereunder.
 - e. On the basis of the written representations received from the directors as on 31 March, 2022 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2022 from being appointed as a director in terms of Section 164(2) of the Act;
 - f. We have also audited the internal financial controls over financial reporting (IFCoFR) of the Company as of 31 March 2022 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date and our report dated 30/05/2022 as per Annexure A expressed.

- B. 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, no remuneration is paid by the Company to its directors during the current year under Section 197 of the Act.
- C. With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial positions in its standalone Ind AS financial statements (Refer Note : 35);
 - ii. The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. The company does not have any amounts that pending to be transferred to the Investor Education and Protection Fund.
- i. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11 (e), as provided under (a) and (h) above, contain any material misstatement.
- D. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For P R Agarwal & Awasthi

Chartered Accountants

Firm Registration No 117940W

Sd-

CA Pawan KR Agarwal

Partner

M No-034147

UDIN No: 22034147AKMTQZ1429

Place: Mumbai

Date: May 30, 2022

Annexure A to the Standalone IND AS Independent Auditor's Report

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

In conjunction with our audit of the standalone Ind AS financial statements of **Sunil Industries Limited** ("the Company") as of and for the year ended 31st March, 2022, we have audited the internal financial controls over financial reporting (IFCoFR) of the company of as of that date.

2. Management's Responsibility for Internal Financial Controls

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

3. Auditors' Responsibility

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

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's IFCoFR.

4. Meaning of Internal Financial Controls over Financial Reporting

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

5. Inherent Limitations of Internal Financial Controls over Financial Reporting

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

6. Opinion

In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2022, based on the criteria being specified by management.

For P R Agarwal & Awasthi

Chartered Accountants

Firm Registration No 117940W

SD/-

CA Pawan KR Agarwal

Partner

M No-034147

UDIN No: 22034147AKMTQZ1429

Place: Mumbai

Date: May 30, 2022

Annexure B to the Standalone IND AS Independent Auditor's Report

With reference to the Annexure B referred to in the Independent Auditors' Report to the members of the Company on the standalone Ind AS financial statements for the year ended 31 March 2022, we report the following:

- (i)** In respect of Property, Plant & Equipment:
- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
 - b) The Company has maintained proper records showing full particulars of intangible Assets.
 - c) The Company has a program of physical verification of Property, Plant and Equipment and right-of-use assets so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - d) According to the information and details provided the all the immovable properties are held in the name of the company.
 - e) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
 - f) No proceedings have been initiated during the year or are pending against the Company as at March 31st, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) a)** As explained to us physical verification of inventory has been conducted during the year at reasonable intervals by the management.
In our opinion, and as informed by the management there is no discrepancies of 10% or more in the aggregate for each class of inventory and according to the information and explanation given to us, the company has maintained proper records of inventories.
The coverage and procedures adopted by the management for the verification of the inventory is found to be appropriate.
- 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 or financial institutions on the basis of the security of current assets at any point of time during the year. Accordingly, clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii)** During the year, the company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Therefore, the provisions of clause 3(iii) of the said Order are not applicable to the company.
- (iv)** In our opinion and according to the information and explanations given to us, the Company has not granted any loans, investments, guarantees and security to the parties covered under section 185 of the Act. Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the Management, the Company has complied with the provisions of section 186 of the Act in respect of the loans, investments, guarantees and securities provided by it, to the extent applicable to the Company.

(v) We have broadly reviewed the books of account maintained by the company in respect of products where, pursuant to the Rules made by Central Government of India, the maintenance of cost records has been prescribed under subsection (1) of section 148 of the Companies Act, and are of the opinion that Prima Facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of records with a view to determine whether they are accurate or complete.

(vi) In respect of Statutory Dues:

a) According to information and explanations given to us and on the basis of our examination of the books of account and records, the Company has been generally regular in depositing undisputed statutory dues including Goods and Services Tax, Provident Fund, Employees' State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities.

b) According to the information and explanation given to us, there are no dues of Goods and Services Tax, Provident Fund, Employees' State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities outstanding on account of any dispute except as mentioned as under:

Sr no.	Name of the statue	Amount (Rs. in Lacs)	Forum where dispute is pending
I	Central Excise duty (Payment made under protest Rs. 20 Lakhs)	141	Commissioner of Central Excise-Thane-I
II	Custom duty	336	Appellate Tribunal (CESTAT)
III	TNVAT (inclusive of penalty of Rs.21 lakhs)	28	The Appellate Deputy Commissioner (CT)

(vii) 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. (43 of 1961).

(viii) a) 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 defaulted in the repayment of loans or borrowings or in the payment of interest thereon to any lender.

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 declared a wilful defaulter by any bank or financial institution or government or government authority.

c) In our opinion and according to the information and explanations given to us by the management, term loans were applied for the purpose for which the loans were obtained.

d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

e) According to the information and explanations given to us and on an overall examination of the standalone financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, as defined in the Act. The Company does not hold any investment in any associate or joint venture (as defined in the Act) during the year ended 31 March 2022.

f) The Company has not raised any loans on the pledge of securities held in its subsidiaries, joint ventures or associate companies during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.

(x) a) According to information and explanations given to us, the company has not raised moneys during the year by way of initial public offer or further public offer (including debt instruments). Accordingly, provisions of the clause 3(x)(a) of the Order is not applicable to the Company.

- 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 convertible) under Section 42 and Section 62 of the Companies Act, 2013 and hence reporting under clause 3(x)(b) of the Order is not applicable.
- (xi)**
- a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.
- b) According to the information and explanations given to us, no report under sub-section (12) of Section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) According to information and explanations given to us, the company have not received any whistle blower complaints during the year (and upto the date of this report), neither any reported to auditor for consideration.
- (xii)** The Company is not a Nidhi Company and hence reporting under clause 3 (xii) (a) to (c) of the Order is not applicable.
- (xiii)** In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.
- (xiv)**
- a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- b) We have considered the internal audit reports of the Company issued till date for the period under audit.
- (xv)** Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with Directors or persons connected with him. Accordingly, the provisions of clause 3 (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 45-1A of the Reserve Bank of India Act. 1934. Hence, reporting under clause 3(xvi)(a) and (b) of the Order is not applicable.
- c) In our opinion, the company is not a Core Investment Company (CIC) (as defined in the Core Investment Companies (Reserve Bank) Directions 2016) and accordingly reporting under clause 3(xvi)(c) of the Order is not applicable.
- d) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- (xvii)** The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii)** There has been no resignation of the statutory auditors of the Company during the year.
- (xix)** According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, 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 that the 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)** The provision for contribution towards Corporate Social Responsibility (CSR) u/s 135, of the Companies Act are not applicable to the company, hence reporting under this clause is not applicable.
- (xxi)** The company doesn't have any Subsidiary, Associates & Joint Ventures for which a Separate Consolidated Financial Statement required to be reported and hence nothing is to be reported under this clause.

For P R Agarwal & Awasthi

Chartered Accountants

Firm Registration No 117940W

SD/-

CA Pawan KR Agarwal

Partner

M No-034147

UDIN No: 22034147AKMTQZ1429

Place: Mumbai

Date: May 30, 2022

Sunil Industries Limited

Figures in Lakhs

Balance Sheet as at 31st March, 2022
CIN : L99999MH1976PLC019331

PARTICULARS	Note Nos.	31st March, 2022 (Rs.)	31st March, 2021 (Rs.)
ASSETS			
Non-current assets			
a) Property, Plant & Equipment	2	2,492.54	1,994.45
b) Other Intangible Assets	2	0.14	1.02
c) Capital work in progress	3	142.35	-
d) Financial Assets			
(i) Non-current Investments	4	2.30	2.05
(ii) Other Financial Assets	5	65.00	65.00
e) Other Non current Assets	6	517.89	562.33
		<u>3,220.22</u>	<u>2,624.84</u>
Current assets			
a) Inventories	7	1,435.17	1,567.19
b) Financial Assets			
(i) Trade receivables	8	4,675.73	2,808.09
(ii) Cash and cash equivalents	9	365.53	342.69
c) Current Tax Assets	10	70.26	32.42
d) Other current assets	11	851.65	831.34
		<u>7,398.34</u>	<u>5,581.73</u>
TOTAL		<u>10,618.56</u>	<u>8,206.57</u>
EQUITY AND LIABILITIES			
Equity			
a) Equity Share capital	12	419.84	419.84
b) Other Equity	13	3,548.47	3,268.20
		<u>3,968.31</u>	<u>3,688.04</u>
LIABILITIES			
1) Non-current liabilities			
a) Financial Liabilities			
(i) Borrowings	14	279.28	234.62
b) Deferred tax liabilities (Net)	15	144.21	107.56
c) Provisions	16	3.93	2.92
		<u>427.42</u>	<u>345.11</u>
2) Current liabilities			
a) Financial Liabilities			
(i) Borrowings	17	4,060.28	2,780.17
(ii) Trade payables	18	1,251.16	1,142.44
(iii) Other Financial liabilities	19	46.57	104.61
b) Current Tax liabilities	20	100.91	23.43
c) Other Current liabilities	21	763.91	115.08
d) Provisions	22	-	7.70
		<u>6,222.83</u>	<u>4,173.42</u>
TOTAL		<u>10,618.56</u>	<u>8,206.57</u>

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

1

As per our report of even date

For **P.R. Agarwal & Awasthi**

Chartered Accountants

Firm Reg No.: 117940W

Sd/-

C.A. Pawan KR. Agarwal

Partner

Membership Number- 34147

Place : Mumbai

Date : 30-05-2022

For and on behalf of Board of Directors

Sunil Industries Limited

Sd/-

Vinod Lath

(Chairman & Managing Director)

(DIN:64774)

Sd/-

Pradeep Roongta

(CFO & WTD)

(DIN:130283)

Sd/-

Sourabh Sahu

Company Secretary

Sunil Industries Limited

Figures in Lakhs

Statement of Profit and Loss for the year ended 31st March, 2022

CIN : L99999MH1976PLC019331

PARTICULARS	Note Nos.	2021-2022 (Rs.)	2020-2021 (Rs.)
INCOME:			
Revenue from Operations	23	16,148.22	8,861.23
Other income	24	20.23	11.76
Total Revenue		16,168.45	8,872.99
EXPENDITURE:			
Cost of materials consumed	25	10,091.33	4,701.72
Purchases of Stock in trade		-	43.60
Changes in inventories of finished goods, work-in-progress and waste	26	189.70	596.99
Employee benefits expenses	27	269.98	215.68
Finance costs	28	258.16	243.55
Depreciation and amortization expenses		187.85	163.79
Other expenses	29	4,761.10	2,804.15
Total Expenditures		15,758.13	8,769.48
Profit before extraordinary items and tax		410.32	103.51
Extraordinary Items :			
Prior year adjustments			
Profit before tax		1.89	2.62
(Add)/Less :-		408.43	100.89
Tax expenses :			
Current tax expense for current year		100.91	23.43
Current tax expense relating to prior years		0.27	-
Net current tax expense		101.18	23.43
Deferred tax		36.65	6.41
Profit (Loss) for the period from continuing operations		270.60	71.05
Profit/(Loss) from discontinuing operations		-	-
Tax expenses of discontinuing operations			
Profit/(Loss) from discontinuing operations (after tax)		-	-
Profit for the year		270.60	71.05
Other Comprehensive Income			
Items that will not be reclassified to profit or loss			
Re-measurement gains/ (losses) on defined benefit obligations		9.67	(3.20)
Tax Effect on above			
Total Other Comprehensive Income		280.27	67.85
Earnings per equity share: Basic & Diluted (in Rs.)		6.67	1.62

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

As per our report of even date

For P For P.R. Agarwal & Awasthi

Char. Chartered Accountants

Firm Firm Reg No.:117940W

Sd/-

C.A. Pawan KR. Agarwal

Partner

Membership Number- 34147

Place : Mumbai

Date : 30-05-2022

For and on behalf of Board of Directors

Sunil Industries Limited

Sd/-

Vinod Lath

(Chairman & Managing Director)

(DIN:64774)

Sd/-

Pradeep Roongta

(CFO & WTD)

(DIN:130283)

Sd/-

Sourabh Sahu

Company Secretary

Sunil Industries Limited

Figures in Lakhs

Cash Flow Statement For the year ended 31st March, 2022

CIN : L99999MH1976PLC019331

PARTICULARS	31st March, 2022 (Rs.)	31st March, 2021 (Rs.)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before Tax and after Extraordinary items	410.32	103.51
Adjustment For :		
Depreciation	187.85	163.79
Interest & Finance charges	258.16	243.55
Interest received	(11.72)	(7.56)
Loss/(Profit) on sale of assets	3.85	-
Profit (-) / Loss (+) on sale of Shares	0.56	-
Operative Profit before Working Capital Changes	849.03	503.30
Adjustment For :		
Increase/ (Decrease) in Trade Payables	108.72	53.39
Increase/ (Decrease) in Other than Trade Payables	(48.37)	17.12
Increase/ (Decrease) in Other Current Liabilities	648.84	(84.12)
Increase / (Decrease) in Short term provision	(7.70)	4.50
Increase/ (Decrease) in Long Term Provision	1.00	2.92
Increase/ (Decrease) in Trade Receivable	(1,869.53)	435.22
Increase/ (Decrease) in Inventories	132.02	410.93
Increase / (Decrease) in Other Non Current Assets	44.44	(129.92)
Increase / (Decrease) in Other Current Assets	(20.31)	(212.23)
Cash Generation from Operations	(161.86)	1,001.11
Direct Taxes	(61.54)	(34.47)
Net Cash Flow from operating activities	(223.40)	966.64
B. CASH FLOW FROM INVESTING ACTIVITIES		
Sale / (Purchase) of Fixed Assets (net)	(688.92)	(577.16)
Sale / (Purchase) of Investment (net)	(0.81)	0.29
Proceeds from/ (Investment in) fixed deposits (net)		(5.02)
Additions to Capital Work-In-Progress	(142.35)	-
Interest Received	11.72	7.55
Net Cash used in investing activities	(820.37)	(574.34)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from/ (Repayment of) Non-Current Borrowings (net)	1,324.77	155.30
Interest paid	(258.16)	(243.55)
Net Cash used in financing activities	1,066.61	(88.26)
D. Net Change In Cash And Cash Equivalents (A+B+C)	22.84	304.05
Cash and Cash Equivalents (Opening)	342.69	38.63
Cash and Cash Equivalents (Closing)	365.53	342.68

Notes : 1. Figures in brackets represent cash outflows.

2. Previous year figures have been regrouped wherever necessary.

As per our report of even date

For **P.R. Agarwal & Awasthi**

Chartered Accountants

Firm Reg No.:117940W

Sd/-

C.A. Pawan KR. Agarwal

Partner

Membership Number- 34147

Place : Mumbai

Date : 30-05-2022

For and on behalf of Board of Directors

Sunil Industries Limited

Sd/-

Vinod Lath

(Chairman & Managing Director)

(DIN:64774)

Sd/-

Pradeep Roongta

(CFO & WTD)

(DIN:130283)

Sd/-

Sourabh Sahu

Company Secretary

Smil Industries Limited														Figures in Lakhs			
Notes to financial statements for the year ended 31st March, 2022																	
CIN : L99999MH1976PLC019331																	
Note - 2 : Property, plant and equipment																	
Details of the property, plant and equipment & Intangible Assets their carrying amounts are as follows:																	
Land	Leasehold Lands	Factory Building	Bhiwandi Godown	Office Premises	Residential Premises	Bore Well	Building	Lab Equipment	Office Equipment	Plant & Machinery	Tube Well	Electrical Equipment	Computers	Furniture & Fixtures	Vehicles	TOTAL	Software
Gross carrying amount																	
42.90	3.79	407.94	1.99	8.30	660.37	0.76	328.61	18.57	20.37	1,804.65	1.07	34.28	46.37	53.23	78.06	3,511.25	2.91
-	-	-	-	-	-	-	169.11	-	6.13	482.49	-	7.92	8.35	26.08	-	700.07	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	115.48	-	-	-	-	3.12	118.60	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
42.90	3.79	407.94	1.99	8.30	660.37	0.76	497.72	18.57	26.50	2,171.65	1.07	42.20	54.71	79.30	74.94	4,092.72	2.91
Depreciation and impairment																	
-	0.57	300.35	1.64	3.83	74.45	0.60	35.75	18.52	18.08	905.36	1.07	32.56	44.67	49.65	29.70	1,516.80	1.89
-	-	-	-	-	-	-	-	-	-	100.63	-	-	-	-	2.96	103.59	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	0.04	2.08	0.05	0.13	10.45	0.04	11.36	-	0.25	135.25	-	2.14	1.85	2.45	20.88	186.97	0.88
-	0.61	302.43	1.69	3.96	84.90	0.64	47.11	18.52	18.33	939.98	1.07	34.70	46.52	52.10	47.62	1,600.19	2.77
42.90	3.18	105.51	0.30	4.34	575.46	0.12	450.61	0.05	8.17	1,231.67	0.00	7.50	8.19	27.20	27.32	2,492.54	0.14
Gross carrying amount																	
42.90	3.79	407.94	1.99	8.30	660.37	0.76	328.61	18.57	20.37	1,502.48	1.07	34.28	46.37	53.23	73.69	3,012.87	2.91
-	-	-	-	-	-	-	190.69	-	1.16	400.82	-	-	-	-	30.29	622.95	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	419.84	-
-	-	-	-	-	-	-	-	-	-	98.65	-	-	-	-	25.92	124.57	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
42.90	3.79	827.78	1.99	8.30	660.37	0.76	328.61	18.57	20.37	1,804.65	1.07	34.28	46.37	53.23	78.06	3,931.09	2.91
Depreciation and impairment																	
-	0.54	287.45	1.59	3.70	63.99	0.56	31.11	18.52	17.98	830.35	1.07	32.56	44.63	49.16	49.46	1,432.67	1.01
-	-	-	-	-	-	-	-	-	-	54.38	-	-	-	-	24.40	78.78	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	0.04	12.90	0.05	0.13	10.45	0.04	4.64	-	0.10	129.39	-	-	0.04	0.49	4.64	162.92	0.88
-	0.57	300.35	1.64	3.83	74.45	0.60	35.75	18.52	18.08	905.36	1.07	32.56	44.67	49.65	29.70	1,516.80	1.89
42.90	3.22	527.43	0.30	4.47	585.92	0.16	292.86	0.05	2.28	899.29	0.00	1.71	1.70	3.58	48.36	2,414.29	1.02

Sunil Industries Limited		Figures in Lakhs			
Notes to financial statements for the year ended 31st March, 2022					
CIN : L99999MH1976PLC019331					
PARTICULARS		31st March, 2022	31st March, 2021		
		Rs.	Rs.		
Note - 3 : Capital work-in-progress					
Furniture & Fixture at Residential Premises		142.35	-		
Total		142.35	-		
CWIP Ageing Schedule					
CWIP	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	142.35	-	-	-	142.35
Projects temporarily suspended	-	-	-	-	-
Note - 4 : Non-current investments					
Unquoted Equity Instruments :					
Investments carried at fair value through profit or loss					
13,286 (P. Y. 25,286) Equity Shares of Fairdeal Supplies Limited of Rs.10 each fully paid up		1.29	2.04		
100 (P. Y. 100) Equity Shares of Sunil Fabrics Private Limited of Rs.10 each fully paid up		0.01	0.01		
10,000 Equity Share of P G Mercantile Private Limited of @ Rs. 10 each fully paid up		1.00	-		
Total		2.30	2.05		
Aggregate amount of quoted investments -At Cost		-	-		
Aggregate amount of quoted investments -At Market Value		-	-		
Aggregate amount of unquoted investments -At Cost		2.30	2.05		
Aggregate amount of unquoted investments -At Market Value		-	-		
Note - 5 : Other Financial Assets					
Bank Deposits having maturity more than 12 Months*		65.00	65.00		
Total		65.00	65.00		
*Mark as Lein against Bank Gurantee					
Note - 6 : Other Non current Assets					
Unsecured, Considered Good					
Capital Advances		95.11	95.11		
Deposits		353.17	248.38		
Advances Other than Capital Advances					
a. Security deposits		48.40	39.56		
b. Others		21.21	179.27		
Total		517.89	562.33		

Sunil Industries Limited		Figures in Lakhs				
Notes to financial statements for the year ended 31st March, 2022 CIN : L99999MH1976PLC019331						
PARTICULARS	31st March, 2022	31st March, 2021				
	(Rs.)	(Rs.)				
Note - 7 : Inventories						
(As Certified by management)						
Raw materials	696.51	549.66				
Work-in-progress	50.64	13.00				
Finished goods (other than those acquired for trading)	583.51	807.50				
Stores, spares and others	91.69	179.66				
Packing Materials	5.78	7.37				
Fuel, Oil & Gases	4.01	4.52				
Waste (Valued at net realisable value)	3.03	5.47				
Total	1,435.17	1,567.19				
Method of Valuation of Stock :						
a) Stock of Raw Material & Packing material is valued at lower of Cost determined on FIFO basis or net realisable value						
b) Stores & spares and Fuel, oil & Gases are valued at lower of Cost or net realisable value.						
c) Work -in Progress and Finished Goods are valued at cost or net realizable value whichever is lower.						
The cost includes manufacturing expenses and appropriate overheads.						
Note - 8 : Trade Receivables						
Unsecured, Considered Good						
Others	4,675.73	2,808.09				
Total	4,675.73	2,808.09	419.84			
Trade Receivables ageing schedule as at 31st March,2022						
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -considered good	4,336.26	41.04	118.23	122.69	57.53	4,675.73
(i) Undisputed Trade receivables -considered doubtful	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-
Trade Receivables ageing schedule as at 31st March,2021						
Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables -considered good	2,207.69	320.69	194.75	33.39	51.57	2,808.09
(i) Undisputed Trade receivables -considered doubtful	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-
Note - 9 : Cash and cash equivalents						
i) Balances with banks						
In current accounts	354.74	340.41				
In deposit accounts with maturity of less than 3 months*	5.33	-				
Cash on hand	5.46	2.28				
	365.53	342.69				
ii) Other Bank Balances						
Fixed Deposits with maturity period of more than 3 months but less than 12 months*	-	-				
Total	365.53	342.69				
*Mark as Lein against Bank Guarantee						
Note - 10 : Current Tax Assets						
Balance with income tax authorities(Net)	70.26	32.42				
	70.26	32.42				
Note - 11 : Other current assets						
Unsecured, considered good						
Advances other than Capital Advances	116.79	273.15				
Interest Accrued	10.25	4.56				
Tender Deposits (EMD)	234.60	68.79				
Balance with Government authorities						
- Other than Income Tax Authorities	479.67	474.26				
Prepaid Insurance	10.34	10.57				
Total	851.65	831.34				

Sunil Industries Limited

Figures in Lakhs

Notes to financial statements for the year ended 31st March, 2022
CIN : L99999MH1976PLC019331**Note : 12 Share Capital**

A	Particulars	31st March, 2022		31st March, 2021	
		Numbers	Rs.	Numbers	Rs.
	Authorised				
	Equity Shares of Rs.10 each	50.00	500.00	50.00	500.00
		50.00	500.00	50.00	500.00
	Issued, Subscribed & fully Paid up				
	Equity Shares of Rs.10 each	42.00	420.00	42.00	420.00
	Less : Calls in Arrears		0.16		0.16
	Total	42.00	419.84	42.00	419.84

B Reconciliation of the number of shares outstanding is set out below:

Particulars	31st March, 2022		31st March, 2021	
	Numbers	Rs.	Numbers	Rs.
At the beginning of the year	42	419.84	42.00	419.84
Shares Issued during the year	-	-	-	-
At the end of the year	42	419.84	42.00	419.84

C Detail of shareholding by the Promoters in the company

Particulars	31st March, 2022		31st March, 2021	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Saroj Vinod Lath	3.35	7.98	3.35	7.98
Vinod Gajanand Lath	3.22	7.67	3.22	7.67
Laxmikant Lath	2.36	5.61	2.36	5.61
Vandana Laxmikant Lath	1.19	2.84	1.19	2.84
Vinod Gajanand Lath	0.80	1.91	0.80	1.91
Pradeep Roongta	0.14	0.32	0.14	0.32
Beena P Roongta	0.13	0.30	0.13	0.30
Leena J Salot	0.10	0.24	0.10	0.24
Ramashankar Lath	0.10	0.23	0.10	0.23
Hasmukhlal Mehta	0.05	0.12	0.05	0.12
Chandra Kumar K Jain	0.05	0.12	0.05	0.12

D Detail of shareholders holding more than 5% of shares in the company

Particulars	31st March, 2022		31st March, 2021	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Sunil Exim Pvt Ltd	3.449	8.21	3.449	8.21
Saroj Vinod Lath	3.352	7.98	3.352	7.98
Rajshree Fiscal Services Ltd	3.175	7.56	3.175	7.56
Vinod Gajanand Lath	3.222	7.67	3.222	7.67
Laxmikant Vinod Lath	2.356	5.61	2.356	5.61

E Aggregate No. of Shares issued as fully paid up for consideration other than cash, bonus shares issued and shares bought back during the period of 5 Years immediately preceding the reporting date.

Particulars	Aggregate No. of Shares (for last 5 Financial Years)
Equity Shares :	
Fully paid up pursuant to contract(s) without payment being received in cash	NIL
Fully paid up by way of bonus shares	NIL
Shares bought back	NIL

Sunil Industries Limited

Figures in Lakhs

Notes to financial statements for the year ended 31st March, 2022
CIN : L99999MH1976PLC019331

Statement of Changes in Equity -

A. Equity share capital

	Notes	Number	INR
Balance as at 1 April 2020		420.00	419.84
Changes in equity share capital during the year		-	-
Balance as at 31 March 2021		420.00	419.84
	11		
Balance as at 1 April 2021		420.00	419.84
Changes in equity share capital during the year		-	-
Balance as at 31 March 2022		420.00	419.84

B. Other equity

	Notes	Reserves and surplus			Total other Equity
		General Reserves	Securities premium	Retained earnings	
Balance as at 1 April 2020		1,408.58	492.80	1,298.97	3,200.35
Dividends		-	-	-	-
Issue of share capital on exercise of employee share c		-	-	-	-
Profit for the year		-	-	0.00	0.00
Other comprehensive income		-	-	(0.00)	(0.00)
Balance as at 31 March 2021		1,408.58	492.80	1,298.97	3,200.35
	12				
Balance as at 1 April 2021		1,408.58	492.80	1,298.97	3,200.35
Dividends		-	-	-	-
Issue of share capital on exercise of employee share option		-	-	-	-
Profit for the year		-	-	0.00	0.00
Other comprehensive income		-	-	0.00	0.00
Balance as at 31 March 2022		1,408.58	492.80	1,298.98	3,200.36

Accompanying notes are forming part of financial statements
As per our report of even date
For **P.R. Agarwal & Awasthi**
Chartered Accountants
Firm Reg No.:117940W

Sd/-
C.A. Pawan KR. Agarwal
Partner
Membership Number- 34147
Place : Mumbai
Date : 30-05-2022

For and on behalf of Board of Directors
Sunil Industries Limited

Sd/-
Vinod Lath
(Chairman & Managing Director)
(DIN:64774)

Sd/-
Pradeep Roongta
(CFO & WTD)
(DIN:130283)

Sd/-
Sourabh Sahu
Company Secretary

Sunil Industries Limited

Figures in Lakhs

Notes to financial statements for the year ended 31st March, 2022
CIN : L99999MH1976PLC019331

PARTICULARS	31st March, 2022 (Rs.)	31st March, 2021 (Rs.)
Note - 13 : Other Equity		
General Reserves		
Opening Balance	1,408.58	1,408.58
(+)/(-) Transfer	-	-
Closing Balance	<u>1,408.58</u>	<u>1,408.58</u>
Securities Premium Account		
Opening Balance	492.80	492.80
(+)/(-) Transfer	-	-
Closing Balance	<u>492.80</u>	<u>492.80</u>
Surplus		
Opening balance	1,366.82	1,298.97
(+) Net Profit for the current year	<u>280.27</u>	<u>67.85</u>
Closing Balance	<u>1,647.09</u>	<u>1,366.82</u>
Total	<u>3,548.47</u>	<u>3,268.20</u>

Note - 14 : Borrowings**Secured Loan****Term Loans :-**

From Banks	279.28	419.84	234.62
From Other	-	-	-
Total	<u>279.28</u>		<u>234.62</u>

Notes:**I) Nature of Security :**

These facilities are secured against the following charge on various assets of the Company :

- Facilities from Bank are secured by Equitable mortgage charge on factory land, building and plant machinery situated at Dombivali, Thane and flat owned by the company at Mumbai, Maharashtra. Further Exclusive charge on entire current assets of the company both present & future, personal guarantee of Director Mr.Pradeep Roongta and Corporate Guarantees of M/s Sunil Exim Private Limited.
- Car loan from ICICI Bank is secured by hypothecation of Innova Motor car.

II) Terms of Repayment :

Term Loan from Bank are repaid in 66 equal monthly installments, Mature on December-2023.

Note - 15 : Deferred tax liability (Net)**Deferred tax liability**

Net Block as per Companies Act	2,445.98	1,948.77
Net Block as per Income Tax Act	<u>1,923.11</u>	<u>1,550.46</u>
Difference	<u>522.87</u>	<u>398.31</u>
Deferred tax liability (A)	<u>145.46</u>	<u>110.81</u>

Deferred tax assets

Expenditure to be disallowed u/s 43B -

Bonus	0.56	1.05
Gratuity	<u>3.93</u>	<u>10.62</u>
	<u>4.49</u>	<u>11.67</u>
Deferred tax assets (B)	<u>1.25</u>	<u>3.25</u>

Net Deferred Tax Liability (Closing)	144.21	107.56
Less : Net Deferred Tax Liability (Opening)	<u>107.56</u>	<u>101.15</u>
Net Deferred Tax Liability to be recognized in Profit & Loss Account.	<u>36.65</u>	<u>6.41</u>

Sunil Industries Limited

Figures in Lakhs

 Notes to financial statements for the year ended 31st March, 2022
 CIN : L99999MH1976PLC019331

Note - 16 : Provisions
Provision for employee benefits :

Gratuity	3.93	2.92
Total	3.93	2.92

Note - 17 : Borrowings
Loans Repayable on Demand :
Secured Loan

From Banks*	1,703.16	1,103.39
Current maturities of Term Loan*	149.60	107.94

Unsecured Loans From

Related Party	166.51	100.18
Inter Corporate Deposit	2,041.02	1,468.65
Total	4,060.28	2,780.17

*[Refer Note 13.I(1) for security]

Note - 18 : Trade payables

Due to Micro, Small & Medium Enterprises	1.44	0.40
Due to Others	1,249.72	1,142.04
Total	1,251.16	1,142.44

Trade Payables ageing schedule: As at 31st March, 2022

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	1.44				1.44
(ii) Others	1,243.11	2.57	3.13	0.90	1,249.72
(iii) Disputed dues - MSME					
(iv) Disputed dues - Others					

Trade Payables ageing schedule: As at 31st March 2021

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	0.00				0.00
(ii) Others	1,138.46	3.13	0.44	0.46	1,142.50
(iii) Disputed dues - MSME					
(iv) Disputed dues - Others					

Note: Disclosure for micro and small enterprises:

As per information available with the Company, Due to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. There are no parties for which balances are overdue for more than 45 Days and hence no interest provision is made on outstanding balances as at March 31, 2022. This has been relied upon by the auditors.

Note - 19 : Other Financial Liabilities

Interest accrued but not Due	0.66	0.91
Interest accrued and Due	45.92	103.70
Total	46.57	104.61

Note - 20 : Current Tax Liabilities

Income Tax(net)	100.91	23.43
Total	100.91	23.43

Note - 21 : Other Current Liabilities

Statutory dues	38.29	18.10
Outstanding expenses	676.28	76.46
Advance from Customer	49.34	20.52
Total	763.91	115.08

Note - 22 : Provisions
Provision for employee benefits :

Gratuity	-	7.70
Total	-	7.70

Sunil Industries Limited	Figures in Lakhs	
Notes to financial statements for the year ended 31st March, 2022		
CIN : L99999MH1976PLC019331		
PARTICULARS	31st March, 2022	31st March, 2021
	(Rs.)	(Rs.)
Note - 23 : Revenue from operations		
Revenue from operations		
Sale of products :		
Sale of products	16,079.71	8,708.08
Sale of service :		
Processing Charges	68.51	153.15
Total	<u>16,148.22</u>	<u>8,861.23</u>
Detail of Sales		
Sale of products comprises:		
Cloth	15,971.44	6,636.97
Made-Ups	8.75	1,914.84
Yarn	91.39	5.08
Cotton Sales	-	61.51
Waste	8.14	8.14
Others	-	1.82
Sale of Traded Goods Comprises:		
Sanitary Napkins	-	79.73
Sale of service :		
Processing Charges	68.51	153.15
Total	<u>16,148.22</u>	<u>8,861.23</u>
Note - 24 : Other income		
Interest income	11.72	7.56
Profit on sale of fixed Asset	8.49	3.13
Miscellaneous	0.02	1.08
Total	<u>20.23</u>	<u>11.76</u>
Note - 25 : Cost of materials consumed		
Raw Material Consumed		
Opening Stock	549.66	393.04
Add: Purchases	10,238.19	4,858.34
	<u>10,787.84</u>	<u>5,251.38</u>
Less: Closing stock	696.51	549.66
Total Consumption	<u>10,091.33</u>	<u>4,701.72</u>
Raw Material Comprises of:		
(A) Yarn	1,425.93	1,861.13
(B) Cloth	8,812.25	2,234.20
(C) Fibre	-	763.01
(D) Cotton	-	-
(E) Polyester	-	-
(F) Viscose	-	-
	<u>10,238.19</u>	<u>4,858.34</u>

Sunil Industries Limited	Figures in Lakhs	
Notes to financial statements for the year ended 31st March, 2022		
CIN : L99999MH1976PLC019331		
Note 26 Changes in inventories of finished goods, work-in-progress and waste		
Inventories at the end of the year:		
Finished goods	583.51	807.50
Work-in-progress	50.64	13.00
Waste	3.03	6.37
	637.18	826.88
Inventories at the beginning of the year:		
Finished goods	807.50	1,410.92
Work-in-progress	13.00	10.30
Waste	6.37	2.65
	826.88	1,423.87
Net (increase) / decrease	189.70	596.99
Note - 27 : Employee benefit expenses		
Salaries & wages	232.65	178.89
Contributions to provident and other fund	16.21	11.65
Gratuity	3.51	9.17
Staff welfare expenses	17.62	15.97
Total	269.98	215.68
Note - 28 : Finance costs		
Interest Expenses		
(i) on Bank Borrowings	104.53	119.84
(ii) others-		
- on Others	129.52	103.70
Other Borrowing Cost		
(i) Bank Charges and Commission	19.66	20.01
(ii) Loan Processing Charges	4.46	-
Total	258.16	243.55
Note - 29 : Other expenses		
MANUFACTURING EXPENSES		
Processing and Labour Charges	1,025.35	968.54
Stores, Dyes and Chemicals consumed	823.11	670.59
Power and Fuel	777.83	420.48
Water Charges	22.06	29.95
Factory Expense	23.01	46.73
Repairs to Building	87.75	8.65
Repairs to Machinery	149.60	40.47
Packing Material consumed	91.56	30.05
	3,000.27	2,215.46
ADMINISTRATIVE EXPENSES		
Rent	12.15	24.53
Rates and Taxes	80.66	79.55
Repairs to Others	14.92	10.34
Insurance Charges	22.98	20.12
Travelling and Conveyance	26.71	25.93
Professional Fees	56.56	21.27
Donations	9.97	9.52
Corporate Social Responsibility	5.28	4.99
Other Expenses	95.75	45.12
Freight, Octroi and Forwarding Expenses	250.47	46.87
Auditors's Remuneration	2.50	2.50
Loss on sale of assets	3.85	-
Loss on sale of shares	0.56	-
Advertisement and Sales Promotion	21.41	94.93
ECL on Debtors	8.90	-
Brokerage and Commission	1,148.15	203.02
Total	4,761.10	2,804.15
Payments to auditor		
For Audit Fee	2.50	2.50
For others	-	-
Total	2.50	2.50
Depreciation & Amortization Expenses		
Depreciation on Tangible Assets	186.97	162.92
Depreciation on Intangible Assets	0.88	0.88
Total	187.85	163.79

Sunil Industries Limited						
Notes to financial statements for the year ended 31st March, 2022						
CIN : L99999MH1976PLC019331						
Note:29 A Ratio Analysis						
Sr. No.	Particulars	Head	For the Year Ended 31st March 2022	For the Year Ended 31st March 2021	Variance	Comments for Variances more than 25%
a)	Current Ratio [Refer Note (i)] Numerator Denominator	Current Assets Current	1.19	1.34	-11.11%	-
b)	Debt - Equity Ratio Numerator Denominator	Total Debt Shareholder's Equity	1.09	0.82	33.78%	Current and non current borrowing have been increased for the period.
c)	Debt Service Coverage Ratio Numerator Denominator	Earnings available for Debt Debt Service	(1.54)	3.70	-141.61%	Profit & Loss During the period have been increased.
d)	Return on Equity Ratio Numerator Denominator	Net Profits after taxes Average Shareholder's Equity	0.07	0.02	253.96%	Profit & Loss During the period have been increased.
e)	Inventory Turnover Ratio Numerator Denominator	Cost of Goods Sold Average Inventories	6.85	2.99	385.95%	COGS have been increased for the period.
f)	Trade Receivables Turnover Ratio Numerator Denominator	Revenue from Operations Average Trade Receivables	1.08	0.76	42.06%	Revenue from operation has been increased for the period.
g)	Trade Payables Turnover Ratio Numerator Denominator	Purchases Average Trade Payables	0.00	0.01	-0.97%	-
h)	Net Capital Turnover Ratio Numerator Denominator	Revenue from Operations Working Capital	13.74	6.29	118.32%	Revenue from operation has been increased for the period. Also Inventories and Borrowing for the period have been increased.
i)	Net Profit Ratio Numerator Denominator	Net Profit Revenue	0.02	0.01	126.66%	Loss has ben reduced during the year, as compared to
j)	Return on Capital Employed [Refer Note (ii)] Numerator Denominator	Earning Before Interest & Tax Capital Employed	0.19	0.12	55.56%	Earing from operation have been increased for the period.
k)	Return on Investment Numerator Denominator	Net Income Total Assets	0.03	0.01	219.23%	Earing from operation have been increased for the period.
l)	Interest Coverage Ratio Numerator Denominator	Earning Before Interest & Tax Interest Expenses	3.56	2.20	61.94%	Earing from operation have been increased for the period.
m)	Operating Profit Ratio Numerator Denominator	Operating Profit Net Sales	0.36	0.40	-8.51%	
n)	Return on Net Worth Numerator Denominator	Net Income Net Worth	0.07	0.02	283.88%	Earing from operation have been increased for the

Notes to financial statements for the year ended 31st March 2022.

Note 1 SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED 31.03.2022

i. Basis of preparation of financial Statements

a. Compliance with Ind AS

The financial statements of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 ("Act") read with of the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

b. Historical cost convention

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

- 1) Certain financial assets and liabilities that are measured at fair value;
- 2) Defined benefit plans – plan assets measured at fair value;

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

c. Current and non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (not exceeding twelve months) and other criteria set out in the Schedule III to the Act.

The Company presents assets and liabilities in the balance sheet based on current and non-current classification.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- (a) It is expected to be realized in, or is intended for sale or consumption in, the Company's normal operating cycle;
- (b) It is held primarily for the purpose of being traded;
- (c) It is expected to be realized within 12 months after the balance sheet date; or
- (d) It is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the balance sheet date.

Current assets include the current portion of non-current financial assets all other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- (a) It is expected to be settled in, the Company's normal operating cycle;
- (b) It is held primarily for the purpose of being traded;
- (c) It is due to be settled within 12 months after the balance sheet date; or
- (d) The Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

Operating cycle

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle for the purpose of current/non - current classification of assets and liabilities.

ii. Use of Estimates

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

estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

iii. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities measured at fair value through profit or loss are recognized immediately in the statement of profit and loss.

a) Financial Assets

A. Initial recognition and measurement

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

B. Subsequent measurement

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

C. Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognized (i.e. removed from the Company's balance sheet) when:

- The right to receive cash flows from the asset have expired, or
- The Company has transferred its right to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its right to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognize the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

D. Impairment of financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of financial assets other than those measured at fair value through profit and loss (FVTPL). Expected credit losses are measured through a loss allowance at an amount equal to:

* The 12-months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or

* Full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument)

The Company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

b) Financial Liabilities and equity instruments

A. Classification as debt or equity

Debt and equity instruments issued by a Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments - An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognized at the proceeds received, net of direct issue costs.

B. Initial recognition and measurement

All financial liabilities are recognized at fair value and in case of loans, net of directly attributable cost. Fees of recurring nature are directly recognized in the Statement of Profit and Loss as finance cost.

C. Subsequent measurement

Financial liabilities are subsequently measured at amortized cost using the effective interest method or FVTPL. Gains and losses are recognized in statement of profit and loss when the liabilities are derecognized as well as through the Effective Interest Rate (EIR) amortization process. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

D. Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the DE recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit and loss

c) Reclassification of financial assets and liabilities

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model.

The Company does not restate any previously recognized gains, losses (including impairment gains or losses) or interest.

d) Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

iv. Revenue Recognition

a. Revenue recognition

Effective 01 April 2018, the Company has adopted Indian Accounting Standard 115 (Ind AS 115) – ‘Revenue from contracts with customers’ using the cumulative catch-up transaction method, applied to contracts that were not completed as on the transaction date i.e., 01 April 2018. Accordingly, the comparative amounts of revenue and the corresponding contract assets/ liabilities have not been retrospectively adjusted. The effect on adoption of Ind-AS 115 was insignificant.

Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expects to receive in exchange for those products or services.

b. Other operating revenue –

- i. Revenue from Job work is recognized when services are rendered.
- ii. Interest income is recognized on accrual basis.
- iii. Export Incentives under various schemes are accounted in the year of export.
- iv. Export sales are accounted for on the basis of dates of Bill of Lading. Gross Sales are inclusive of incentives/benefits, and net of sales returns.

v. Property, plant and equipment:

The Company had applied for the one-time transaction exemption of considering the carrying cost on the transition date i.e., 1st April, 2016 as the deemed cost under IND AS. Hence regarded thereafter as historical cost.

Freehold land is carried at cost. All other items of property, plant and equipment are stated at cost less depreciation and impairment, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items

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

Leasehold Land	99 years
Factory Building	30 years
Plant & machinery	08 years
Vehicles	10 years
Computer	03 years
Furniture	10 years
Office Equipment	05 years

Depreciation methods, useful lives and residual value are reviewed periodically, including at each financial year end.

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

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

vi. Intangible assets:

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

vii. Impairment of Assets

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

viii. Lease

The determination of whether an arrangement is, or contains, a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

A. Finance Lease:

- a) Leases where the Company has substantially transferred all the risks and rewards of ownership of the related assets are classified as finance leases. Assets under finance lease are capitalized at the commencement of the lease at the lower of the fair value or the present value of minimum lease payments and a liability is created for an equivalent amount.
- b) Each lease rental paid is allocated between the liability and the interest cost, so as to obtain a constant periodic rate of interest on the outstanding liability for each period.
- c) Assets given under a finance lease are recognized as a receivable at an amount equal to the net investment in the lease. Lease income is recognized over the period of the lease so as to yield a constant rate of return on the net investment in the lease.

B. Company under operating leases:

The leases which are not classified as finance lease are operating leases.

- a) The Company as a lessee The Company accounts for each lease component within the contract as a lease separately from non-lease components of the contract and allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.
- b) The Company recognizes right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right of use assets is measured at an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognized in the balance sheet immediately before the date of initial application.
- c) The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate. For leases with reasonably similar characteristics, the Company, on a lease-by-lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole. The lease payments shall include fixed payments, variable lease payments, residual value guarantees, exercise price of a purchase option where the Company is reasonably certain to exercise that option and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease. The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments. The Company recognizes the amount of the re-measurement of lease liability due to modification as an adjustment to the right-of-use asset and statement of profit and loss depending upon the nature of modification. Where the carrying amount of the right-of-use asset is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognizes any remaining amount of the re-measurement in statement of profit and loss.
- d) The Company has elected not to apply the requirements of Ind AS 116 Leases to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

C. Transaction to Ind AS 116

- a. Ministry of Corporate Affairs (“MCA”) through Companies (Indian Accounting Standards) Amendment Rules, 2019 and Companies (Indian Accounting Standards) Second Amendment Rules, has notified Ind AS 116 Leases which replaces the existing lease standard, Ind AS 17 leases and other interpretations. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both lessees and lessors. It introduces a single, on-balance sheet lease accounting model for lessees.
- b. The Company has elected not to apply the requirements of Ind AS 116 Leases to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low

value. The lease payments associated with these leases are recognized as an expense on a straight-line basis over the lease term.

ix. Cash and Cash Equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, bank overdraft, deposits held at call with financial institutions, over short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

x. Inventories

Inventories of Raw Materials, Packing Materials, are valued at Cost determined on FIFO basis or net realization value. Work-in-Progress, Stores and spares, Fuel, Oil & Gases, Waste, Finished Goods, and Stock -in-trade are stated 'at cost or net realizable value, whichever is lower'. Cost comprises all cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost formulae used are 'First-in-First-out', Weighted Average cost' or 'Specific Identification', as applicable. Due allowance is estimated and made for defective and obsolete items, wherever necessary.

xi. Investments and other financial assets

(i) Classification

The Company classifies its financial assets in the following measurement categories:

- (1) those to be measured subsequently at fair value (either through other comprehensive income, or through the Statement of Profit and Loss), and
- (2) Those measured at amortized cost.

The classification depends on the Company's business model for managing the financial assets and the contractual terms of the cash flows.

(ii) Measurement

At initial recognition, the Company measures a financial asset at its fair value. Transaction costs of financial assets carried at fair value through the Profit and Loss are expensed in the Statement of Profit and Loss.

Equity instruments:

The Company measures its equity investment other than in subsidiaries, joint ventures and associates at fair value through profit and loss. However, where the Company's management makes an irrevocable choice on initial recognition to present fair value gains and losses on specific equity investments in other comprehensive income (Currently no such choice made), there is no subsequent reclassification, on sale or otherwise, of fair value gains and losses to the Statement of Profit and Loss.

(iii) Impairment of financial assets

The Company measures the expected credit loss associated with its assets based on historical trend, industry practices and the business environment in which the entity operates or any other appropriate basis. The impairment methodology applied depends on whether there has been a significant increase in credit risk.

xii. Impairment of non-financial assets

Goodwill and intangible assets that have an indefinite useful life are not subject to amortization and are tested annually for impairment or more frequently if events or charges in circumstances indicate that

they might be impaired. Other assets are tested for impairment whenever events or charges in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash-generating units). Assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

xiii. Derivative financial instruments

Derivative financial instruments such as forward contracts, option contracts and cross currency swaps, to hedge its foreign currency risks are initially recognized at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value with changes in fair value recognized in the Statement of Profit and Loss in the period when they arise.

xiv. Foreign Currency

Functional Currency

The functional currency of the company is the Indian Rupee. The financial statements are presented in Indian Rupees.

Transactions and translations

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

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

xv. Employee Benefits

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

xvi. Taxation

- a. Provision for current tax is made with reference to taxable income computed for the accounting period, for which the financial statements are prepared by applying the tax rates as applicable.

- b. Deferred tax is recognized subject to the consideration of prudence, on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Such deferred tax is quantified using the tax rates and laws enacted or substantively enacted as on the Balance Sheet date. Deferred tax assets are recognized and carried forward to extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

xvii. Borrowing

Cost:

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

xviii. Government Grants:

Grants and subsidies from the government are recognized when there is reasonable assurance that the grant/subsidy will be received, and all attaching conditions will be complied with. When the grant or subsidy relates to an expense item, it is netted off with the relevant expense. Where the grant or subsidy relates to an asset, its value is deducted in arriving at the carrying amount of the related asset.

xix. Provisions, Contingent Liabilities and Contingent Assets:

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

xx. Segmental Reporting:

The company is primarily engaged in business of processing of fabrics and sale. The company also processes fabrics on job work basis. During the previous financial year the company had carried out activity of trading in sanitary napkins. However, the revenue from processing on job work basis and trading in sanitary napkins during the year under review and in the preceding financial year is less than 10% of the total revenue, the disclosure requirements of Indian Accounting Standard issued by the Institute of chartered Accountants of India are not applicable. Since there are no exports reporting on geographical segments is not required.

xxi. The Code on Social Security, 2020

The Code on Social Security 2020 ('Code') has been notified in the Official Gazette on 29th September, 2020. The Code is not yet effective and related rules are yet to be notified. Impact if any of the change will be assessed and recognized in the period in which said Code becomes effective and the rules framed thereunder are notified.

xxii. Critical estimates and judgments –

The preparation of financial statements requires the use of accounting estimates which by definition will seldom equal the actual results. Management also need to exercise judgment in applying the Company's accounting policies.

This note provides an overview of the areas that involved a higher degree of judgment or complexity, and items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgments is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

The areas involving critical estimates or judgment are:

- (i) Estimated useful life of PPE, investment property and intangible assets- Refer Note 2
- (ii) Probable outcome of matters included under Contingent Liabilities – Refer Note 35
- (iii) Estimation of Defined benefit obligation - Refer Note 29

Note 29: As per Ind AS 19“Employee Benefits”, the disclosure of Employee benefits as defined in the Indian Accounting Standard are given below:

Defined Benefit Plan:

Gratuity

(Amount in Rs.)

Sr. No.	Particulars	As on	As on
		31.03.2022	31.03.2021
1	Assumption		
	Discount Rate	7.00%	6.45%
	Salary Escalation	7.00%	7.00%
2	Present value of Obligation		
	Present value of obligations as at beginning of year	53,25,585	41,12,529
	Interest cost	3,36,414	2,74,094
	Current Service Cost	2,92,143	9,30,441
	Liability Transferred In		
	Benefits Paid	(2,18,481)	(3,16,298)
	Prior Year Charge	-	-
	Actuarial (gain)/ loss on obligations	(9,44,661)	3,24,819
	Present value of obligations as at end of year	47,91,000	53,25,585
3	Fair value of plan assets		
	Fair value of plan assets at beginning of year	42,63,811	42,20,497
	Expected return on plan assets	2,99,632	2,92,595
	Contributions	53,500	67,017
	Assets Transferred In		
	Benefits Paid	(2,18,481)	(3,16,298)
	Actuarial (gain)/ loss on obligations		

	Fair value of plan assets at the end of year	43,98,462	42,63,811
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4	Actuarial Gain/Loss recognized		
	Actuarial (gain)/ loss on obligations	(9,44,661)	3,24,819
	Actuarial (gain)/ loss for the year - plan assets	-	-
	Actuarial (gain)/ loss on obligations	(9,44,661)	3,24,819
	Actuarial (gain)/ loss recognized in the year	(9,44,661)	3,24,819

5	The amounts to be recognized in the balance sheet		
	Present value of obligations as at the end of year	47,91,000	53,25,585
	Fair value of plan assets as at the end of the year	(43,98,462)	(42,63,811)
	Funded status	3,92,538	10,61,774
6	Expenses Recognized in statement of Profit and loss		
	Current Service cost	2,92,143	9,30,441
	Interest Cost	(59,063)	(13,381)
	Past Service Cost	-	-
	Expenses to be recognized in statement of Profit and loss	3,51,206	9,17,060
7	In Other Comprehensive Income		
	Actuarial (Gain)/Loss		
	Due to Change in financial assumptions	(2,45,888)	1,72,431
	Due to Change in demographic assumption	-	-
	Due to Change in experience adjustments	(6,98,773)	1,52,388
	Return on Plan Assets	(22,281)	(5,120)
	Net(Income)/Expense for the period Recognized in OCI	(9,66,942)	3,19,699

Note 30: Related Party Disclosure

Details of related parties:

A) Related party and their relationships:

i) Enterprises controlled by Director and Relatives:

Eske Tex (India) Private Limited
Sunil Fabrics Private Limited
Sunil Synthetics Private Limited
Sunil Prints Private Limited
Sunil EXIM Private Limited
Sunil Bleaching Co. Private Limited
Rarefab Textiles Private Limited

ii) Key Managerial Personnel:

Executive Directors

Mr. Vinod Lath – Chairman & Managing Director
Mr. Pradeep Roongta – CFO & Whole Time Director
Mr. Ramesh Khanna- Whole time Director

Relatives of Executive Directors

Mr. Laxmikant Lath – Son of Mr. Vinod Lath
Mr. Prateek Roongta- Son of Mr. Pradeep Roongta
Mrs. Saroj Lath – Wife of Mr. Vinod Lath
Mrs. Beena Roongta – Wife of Mr. Pradeep Roongta
Mrs. Vandana Lath – Daughter in Law of Mr. Vinod Lath

Non-Executive Directors

Mr. Rohit Gadia- Non-Executive Director
Mrs. Shruti Saraf- Non-Executive Director
Mr. Rajesh Tibrewal- Non-Executive Director
Mr. Sourabh Sahu- Company Secretary

Note: Related parties have been identified by the Management. Actual re-imburement of expenses/taxes paid on behalf of related parties is not considered as a related party transactions for disclosure purpose.

Transactions with related parties and balances outstanding with related parties in the ordinary course of business:

(Amount in Rs.)

Transaction with Related Parties	For the year ended	
	March 31, 2022	March 31, 2021
<i>Interest Paid</i>		
Eske Tex (India) Private Limited	1,84,424	4,90,693
Rarefab Textiles Private Limited	5,64,214	-
Sunil Bleaching Co. Private Limited	73,775	-
Sunil Exim Private Limited	99,863	-
Sunil Fabrics Private Limited	1,08,444	-
Sunil Prints Private Limited	19,726	-
Sunil Synthetics Private Limited	1,43,741	-
<i>Loan Taken Re-paid (net)</i>		
Eske Tex (India) Private Limited	24,16,298	29,72,566
Rarefab Textiles Private Limited	28,50,000	91,00,000
<i>Loan taken</i>		
Sunil Bleaching Co. Private Limited	17,00,000	-
Sunil Exim Private Limited	25,00,000	-
Sunil Fabrics Private Limited	27,00,000	-
Sunil Prints Private Limited	5,00,000	-
Sunil Synthetics Private Limited	35,00,000	-
<i>Weaving Charges Paid</i>		
Rarefab Textiles Private Limited	55,888	27,63,416

<i>Rent paid</i>		
Sunil Fabrics Private Limited	-	5,000
Vandana Textiles	9,00,000	6,00,000
Transaction with Key Management Person		
<i>Remuneration to Directors</i>		
Mr. Vinod Lath	15,00,000	12,00,000
Mr. Pradeep Roongta	15,00,000	12,00,000
Mr. Ramesh Khanna	10,51,127	5,18,654
<i>Remuneration to Company Secretary</i>		
Mr. Sourabh Sahu	2,16,000	2,27,400
Transactions with Relatives of KMP		
<i>Salary Paid</i>		
Mrs. Beena Roongta	9,30,000	8,40,000
Mr. Prateek Roongta	6,75,000	6,00,000
Balances outstanding with related parties		
Due to EskeTex (India) Private Limited	7,08,723	29,59,039
Due to Rarefab Textiles Private Limited	52,07,793	75,50,000
Due to Vinod Lath	1,25,600	84,000
Due to Pradeep Roongta	1,15,980	84,000
Due to Ramesh Khanna	3,75,731	50,067
Due to Vandana Textiles	8,10,000	-
Due to Sourabh Sahu	17,800	17,800

Note 31: C.I.F. Value of Imports:**(Amount in Rs.)**

Particulars	March 31, 2022	March 31, 2021
Stores & Spares	NIL	NIL
Capital Goods	NIL	NIL
Cloth Purchase	NIL	NIL

Note 32: Expenditure in Foreign Currency:**(Amount in Rs.)**

Particulars	March 31, 2022	March 31, 2021
Foreign Travelling Expense	2,77,609	NIL

Note 33: Earnings in Foreign Currency:**(Amount in Rs.)**

Particulars	March 31, 2022	March 31, 2021
	NIL	NIL

Note 34: Stores, Spares, Dyes and Chemicals consumed:**(Amt. In Rs.)**

		For the year ended	
	Particulars	March 31, 2022	March 31, 2021
a)	Indigenous	8,97,46,436	6,70,58,877
b)	Imported	NIL	NIL

(Amt. In Rs.)

Note: 35	CONTINGENT LIABILITIES NOT PROVIDED FOR:	As at	
	Particulars	March 31, 2022	March 31, 2021
a)	Bank Guarantee	4,89,84,891	4,19,78,472
b)	Disputed Excise Duty liability*	1,41,29,548	1,41,29,548
c)	Disputed Customs Duty liability of M/s. Sunil Impex, a firm in which the company was an erstwhile partner sharing 80% profit and loss (to the extent of the profit and loss sharing ratio).**	3,36,00,000	3,36,00,000

d)	Disputed TNVAT liability (Inclusive of penalty of Rs. 20.82 lakhs) ***	28,04,623	28,04,623
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* In the case of Excise Duty Liability, the Company had filed the appeal to CEGAT. An order was passed by CEGAT and has remanded the matter back to the Adjudicating Authority namely Commissioner of Central Excise, Thane-I. The management is of the view that the said demand will be deleted for which no liability will arise and in view of the same no provision is made as it will not impact the financial statements.

** In the case of Custom duty, the contingent liabilities are on account of the “departmental” appeal filed by custom authorities, the company had in fact received the order in its favor, in the first appeal. Therefore, the management of the company is of the view that the departmental appeal would be dismissed in favor of the company, hence the same is shown as a contingent liability and no provision is made as it will not impact the financial statements.

*** In the case of TNVAT Liability, the company has filed appeal to the Sales Tax/VAT authorities. The management is in the view that the demands will be deleted and no provision is to be made as this will not impact the financial statements.

Note: 36- Capital Commitments

(Amt. In Rs.)

Particulars	For the year ended	
	March 31, 2022	March 31, 2021
Estimated amount of Capital Contracts (net of advances)	1,50,00,000	3,00,00,000

Note: 37 - Earning Per Share

(Amt. In Rs.)

Particulars	As at	
	March 31, 2022	March 31, 2021
a) No of Shares at the beginning of the year	42,00,000	42,00,000
b) No of Shares at the end of the year	42,00,000	42,00,000
c) Weighted average number of Equity Shares outstanding during the year	42,00,000	42,00,000
EPS		
a) Net Profit/ (Loss) available for Equity Shareholders	2,80,26,769	67,85,233
b) Basic Earnings Per Share	6.67	1.62
c) Diluted Earnings Per Share	6.67	1.62

Note: 38

The company has a spinning unit at Dindigul, Tamilnadu. The accounts of the Dindigul unit have been audited by S.M.M & Co. -Chartered Accountants

Note: 39 Assets Pledged as Security**(Amt. In Rs.)**

Particulars	As at March 31, 2022	As at March 31, 2021
Current Asset		
Non- Financial Assets		
Inventories	14,35,16,986	15,67,18,654
Financial Assets		
Trade Receivables	46,75,73,391	28,08,09,418
Cash & Cash Equivalents	3,65,52,906	3,42,68,769
Other Bank Balance	-	-
Current Tax Assets	70,25,974	32,42,183
Other Current Assets	13,83,09,603	10,69,15,277
Total Current Assets Pledged as Security	79,29,78,860	58,19,54,301
Non-Current Assets		
Non- Financial Assets		
Leasehold Land	1,19,087	1,20,522
Factory Building	60,33,586	71,15,451
Residential Premises	5,75,46,290	5,85,91,763
Furniture	5,00,829	3,07,378
Plant and Equipment	1,76,61,111	2,30,23,331
Others Tangible Assets	42,02,308	48,73,749
Deposits & Advances	1,65,18,513	3,13,94,327
Financial Assets		
Non-Current Investments	2,30,140	2,04,919
Deposit with Banks with maturity more than 12 months	65,00,000	65,00,000
Total Non-current Assets Pledged as Security	10,93,11,864	13,21,31,440
Total Assets Pledges as Security	90,22,90,724	71,40,85,741

Note 40: Fair Value measurement**Financial Instrument by category and hierarchy**

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

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

1. Fair value of cash and short-term deposits, trade and other short-term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short term maturities of these instruments.

2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

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

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

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

Note 41: Financial Risk Management

Financial risk management objectives and policies

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

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

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

Market Risk- Interest rate risk

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

Note 42: Capital risk management

Risk Management

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

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

Company may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

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

Note 43: Net Debt Reconciliation

(Amt. In Rs.)

Particulars	As at March 31, 2022	As at March 31, 2021
Cash and cash equivalents (Incl. Deposit with banks)	3,65,52,906	3,42,68,769
Less:		
Non-current borrowings (including current maturities)	4,28,87,812	3,42,56,332
Current Borrowings	39,10,67,887	26,72,22,511
Interest Payable	46,57,397	1,04,61,047
Net Debt	40,20,60,190	27,76,71,121

Note: 44

The outbreak of COVID-19 pandemic globally and in India is causing significant disturbance and slowdown of economic activity. COVID-19 has significantly impacted business operations of the Company from the last fortnight of March, 2020, by way of interruption in production, supply chain disruption, etc. till the lockdown period. March to June is usually considered to be the peak period of sales for the Company's business. Partial resumption of production and dispatch has commenced from the second half of May, 2020.

Note: 45

The Company has made a detailed assessment of the recoverability of the Company's assets such as Inventory, Receivables, Investments, etc. as at the Balance Sheet date, using reasonably available information, estimates and judgments and has determined that none of these balances require material adjustments to their carrying value. However, the impact of pandemic might vary from those estimated as on the date of approval of these financial statements and the Company will continue to monitor any material changes to the future economic conditions,

Note: 46

As per ROC portal following charges are still open however as per the records and details verified by management all the liabilities have been discharged and no amount due to the Banks & Institutions:

Charges				
Assets under charge	Charge Amount	Date of Creation	Date of Modification	Status
Movable property (not being pledge)	55000000	23/07/2019	-	OPEN
Book debts; Floating charge	245000000	22/06/2018	15/09/2021	OPEN
Lien on Fixed Deposit	4500000	20/06/2018	15/09/2021	OPEN

Book debts; Floating charge; Movable property (not being pledge)	20000000	11/10/2021	-	OPEN
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Note: 47

Previous year figures have been re-grouped/reclassified wherever/necessary to make them comparable with current year.

As per our report of even date

For and on behalf of Board of Directors

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

Sd/-

CA Pawan KR Agarwal
Partner
M. No. 34147
Place: Mumbai
Date: 30-05-2022

Sd/-

Vinod Lath
(Chairman &
Managing Director)
DIN: 64774

Sd/-

Pradeep Roongta
(Chief Financial Officer &
Whole Time Director)
DIN: 130283

Sd/-

Sourabh Sahu
(Company Secretary)