

Date: 05/09/2023

To,
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Fort, Mumbai 400001

Sub: Submission of Annual Report of Suncity Synthetics Limited for the financial year ended 31st March, 2023

Ref.: Scrip Code: 530795, Stock Code: SUNCITYSY

Dear Sir,

Pursuant to Regulation 34 of SEBI (LODR) Regulations 2015, we enclose herewith Annual Report of Suncity Synthetics Limited for the financial year ended 31/03/2023.

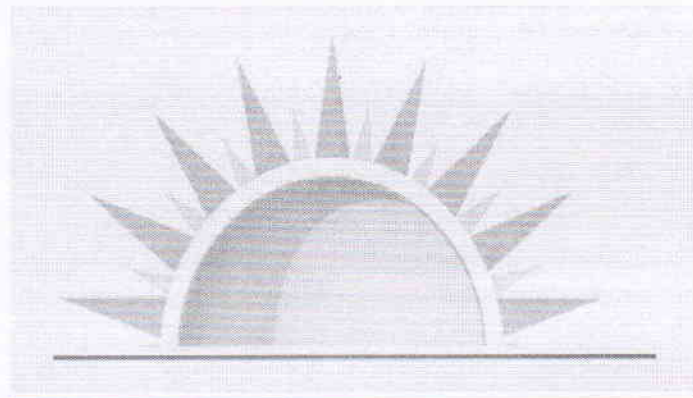
Kindly take the same on record.

For Suncity Synthetics Limited



Suresh Dhanraj Kavarjain
Managing director
(DIN: 00337493)

SUNCITY SYNTHETICS LIMITED



35th Annual Report

For the Year Ended

31.03.2023

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REQUEST:

You may desire to have some clarification or additional information on the accounts for the year ended 31st March, 2023 at the ensuing Annual General Meeting. We shall very much appreciate if you will kindly write to us at least ten days in advance to enable us to keep the information ready for you at the meeting,.

Annual General Meeting

Saturday, 30th September, 2023

11.00 a.m. at

205, Rajhans Complex

Ring Road

SURAT.

BOARD OF DIRECTORS:

Shri Suresh Dhanraj Kavar
Managing Director

Smt. Poonam Jain
Whole Time Director

Shri Deepak Sharma
Independent Director

Shri Dungar Ram
Independent Director

Smt Rachna Jain
Independent Director

Bankers:
State Bank of India
Jodhpur

Auditors:
S. Gandhi & Associates
Chartered Accountants
Surat

REGISTERED OFFICE:

205, Rajhans Complex
Ring Road, Surat

Adm. office
1st Floor, C-8 Shastri nagar,
Jodhpur (Raj.) India

Factories
Unit I: E-7, II phase, Boranada
Dist: Jodhpur
Unit II: F-5, II phase, Boranada
Dist: Jodhpur

Registrar & Transfer agent
Universal Capital Securities P Ltd.
21, Shakil Nivas
Mahakali Carve Road, Andheri (E)
Mumbai

NOTICE

Notice is hereby given that the 35th Annual General Meeting of Suncity Synthetics Limited (CIN: L17110GJ1988PLC010397) will be held at Registered office of the company at 205, Rajhans Complex, Nr. Nirmal Childrens Hospital, Ring Road, Surat 395002 on Saturday, 30th September, 2023 at 11.00 a.m. to transact the following business:

ORDINARY BUSINESS

1. To consider and adopt the audited financial statement of the Company for the financial year ended March 31, 2023 and the reports of the Board of Directors and Auditors thereon and in this regard, pass the following resolution as an **Ordinary Resolution**:

RESOLVED THAT the audited financial statement of the Company for the financial year ended March 31, 2023 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby considered and adopted

2. To appoint a Director in place of Smt. Poonam Suresh Kavar (DIN: 01971928), who retires by rotation and being eligible, offers herself for re-appointment and in this regard, pass the following resolution as an **Ordinary Resolution**:

RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Smt. Poonam Suresh Kavar (DIN: 01971928), who retires by rotation at this meeting and being eligible has offered herself for re-appointment, be and is hereby re-appointed as a director of the Company, liable to retire by rotation.

SPECIAL BUSINESS

3. To consider and re-appoint Shri Suresh Dhanraj Kavarjain (DIN: 00337493) as Managing Director and in this regard, pass the following resolution as an **Ordinary Resolution**:

RESOLVED THAT in accordance with the provisions of Sections 196 and 197 read with Schedule V and all other applicable provisions of Companies Act, 2013 the members of the Company hereby approves the re-appointment of Shri Suresh Dhanraj Kavarjain as Managing Director for five years at a Remuneration within the limits set out in Part -II of Schedule V of The Companies Act, 2013 and perquisites within the limits set out in section IV of Part- II of Schedule V of The Companies Act, 2013.

RESOLVED FURTHER THAT where in any financial year during the currency of tenure of the Managing Director the Company has no profits or its profits are

inadequate, Shri Suresh Dhanraj Kwarjain shall be entitled to receive above remuneration including perquisites as minimum remuneration in accordance with the provision of Section 197 read with Schedule V to Companies Act, 2013 or as may be applicable from time to time.

RESOLVED FURTHER THAT the terms and conditions of the appointment may be altered and varied from time to time by the Committee approved by the Board as it may in its discretion deem fit within the maximum amount payable to the Managing Director in accordance with Schedule V to the Companies Act 2013, other relevant provision of the Companies Act, 2013 as may be applicable form time to time.

4. To consider and re-appoint Smt. Poonam Jain (DIN: 01971928) as Whole-time Director and in this regard, pass the following resolution as an **Ordinary Resolution**:

RESOLVED THAT in accordance with the provisions of Sections 196 and 197 read with Schedule V and all other applicable provisions of Companies Act, 2013 the members of the Company hereby approves the re-appointment of Smt. Poonam Jain as Whole-time Director for five years at a Remuneration within the limits set out in Part -II of Schedule V of The Companies Act, 2013 and perquisites within the limits set out in section IV of Part- II of Schedule V of The Companies Act, 2013.

RESOLVED FURTHER THAT where in any financial year during the currency of tenure of the Whole-time Director the Company has no profits or its profits are inadequate, Smt. Poonam Jain shall be entitled to receive above remuneration including perquisites as minimum remuneration in accordance with the provision of Section 197 read with Schedule V to Companies Act, 2013 or as may be applicable from time to time.

RESOLVED FURTHER THAT the terms and conditions of the appointment may be altered and varied from time to time by the Committee approved by the Board as it may in its discretion deem fit within the maximum amount payable to the Whole-time Director in accordance with Schedule V to the Companies Act 2013, other relevant provision of the Companies Act, 2013 as may be applicable form time to time.

Place: Surat
Date: 29/08/2023

By Order of the Board
For Suncity Synthetics Limited

Sd/-
Suresh Dhanraj Kwarjain
(DIN: 00337493)
Chairman and Managing Director

Notes:

1. Statements, pursuant to Section 102 of the Companies Act, 2013, in respect of the business under item no. 3 and 4 of the accompanying notice is annexed hereto.
2. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE ANNUAL GENERAL MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE IN THE MEETING INSTEAD OF HIMSELF AND A PROXY NEED NOT BE A MEMBER OF THE COMPANY.
In order that the appointment of a proxy is effective, the instrument appointing a proxy must be received at the registered office of the company not later than forty-eight hours before the commencement of the meeting.
3. A person can act as a proxy on behalf of Members not exceeding fifty in number and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A Member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as a proxy and such person shall not act as proxy for any other Member.
4. Corporate Members intending to send their authorized representatives to attend the Annual General Meeting, pursuant to Section 113 of the Companies Act, 2013, are requested to send to the Company, a certified copy of the relevant board resolution together with the representative(s) authorized under the said resolution to attend and vote on their behalf at the meeting.
5. In case of joint holders attending the meeting, the joint holder who is higher in the order of names will be entitled to vote at the meeting.
6. Relevant documents referred to in the accompanying notice is open for inspection by the members at the Company's registered office on all working days of the Company, during business hours up to the date of the meeting.
7. The Register of Members and Share Transfer Books of the company will be closed from 24/09/2023 to 30/09/2023, both days inclusive.
8. Members are requested to send all communications relating to shares to the Registrar & Share Transfer Agent of the Company at the following address:
Universal Capital Securities Private Limited
21 / 25 Shakil Niwas, Opp. Satya Saibaba Temple, Mahakali Carve Road,
Andheri (East), Mumbai 400093

If the shares are held in electronic form, then change of address and change in the Bank Accounts, etc. should be furnished to the respective Depository Participants (DPs).

9. Members who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.

10. **Information relating to e-voting are as under:**

a. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the 35th Annual General Meeting. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting at Annual General Meeting will be provided by CDSL. It may be noted that this e-voting facility is optional. In order to facilitate those Members, who do not wish to use the e-voting facility, the company is enclosing a Ballot form, resolution passed by members through e-voting or ballot forms are deemed to have been passed as if they have been passed at Annual General Meeting.

The e-voting facility will be available at the link <https://www.evotingindia.com> during the following voting period: Commencement of e-voting: From 9.00 a.m. on Wednesday, 27th September, 2023 to 5.00 p.m. on Friday, 29th September, 2023.

b. The Notice calling the Annual General Meeting (AGM) has been uploaded on the website of the Company. The Notice can also be accessed from the website of the Stock Exchanges i.e. BSE Limited at www.bseindia.com. The Annual General Meeting (AGM) Notice is also uploaded on the website of CDSL (agency for providing the Remote e-Voting facility for AGM) i.e. www.evotingindia.com.

c. E-voting shall not be allowed beyond 5.00 p.m. on Friday, 29th September, 2023. During the e-voting period, shareholders of the Company, holding shares, as on Saturday, 23rd September, 2023 may cast their vote electronically.

- d. Members can opt for only one mode of voting i.e. either by Ballot Form or e-voting. In case members cast their votes through both modes, voting done by e-voting shall prevail and vote casted through Ballot Form shall be treated as invalid.
- e. The facility for voting through ballot paper shall also be made available at the AGM and the members attending the Meeting shall be able to exercise their rights to vote at the Meeting through ballot paper in case they have not cast their vote by remote e-voting.
- f. The members who have casted their vote by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote again.
- g. The Company has appointed Mr. Kunjal Dalal, Proprietor K. Dalal & Co., Practicing Company Secretaries, as Scrutinizer for conducting the e-voting process for the Annual General Meeting in a fair and transparent manner.

SHAREHOLDER INSTRUCTIONS FOR E-VOTING

The instructions for shareholders voting electronically are as under:

- (i) The voting period begins from 9.00 a.m. on Wednesday, 27th September, 2023 to 5.00 p.m. on Friday, 29th September, 2023. 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 Saturday, 23rd September, 2023 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Members who have already voted prior to the meeting date would not be entitled to vote at the meeting.
- (iii) 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 above said SEBI Circular, Login method for e-Voting for Individual shareholders holding securities in Demat mode 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.</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. 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>
Individual Shareholders holding securities in demat mode with NSDL	<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.nsd.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</p>

	<p>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.</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.</p>
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</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 website for casting your vote during the remote e-Voting period.</p>

Important Note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned website.

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

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.

(iv) Login method for e-Voting for **shareholders other than individual shareholders holding in Demat form & physical shareholders.**

1) The shareholders should log on to the e-voting website www.evotingindia.com.

2) Click on "Shareholders" 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 as displayed and Click on Login.

5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

6) If you are a first-time user follow the steps given below:

	For Shareholders holding shares in Demat Form other than individual and Physical Form
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)	<p>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.</p> <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 as mentioned in instruction (v).

- (v) After entering these details appropriately, click on "SUBMIT" tab.
- (vi) 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 for 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.
- (vii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (viii) Click on the EVSN for the relevant Suncity Synthetics Limited on which you choose to vote.
- (ix) 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.
- (x) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xi) 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.

- (xii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xiii) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xiv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xv) **Facility for Non – Individual Shareholders and Custodians –Remote Voting**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
 - 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 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 linked in the login 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; suncitysyn@gmail.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.
- (xvi) In case you have any queries or issues regarding 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.

Place: Surat
Date: 29/08/2023

By Order of the Board
For Suncity Synthetics Limited

Sd/-
Suresh Dhanraj Kawarjain
(DIN: 00337493)
Chairman and Managing Director

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 and Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is as under:-

For Resolution No. 3 and 4

Based on Recommendation of Nomination and Remuneration Committee, the Board of Directors proposes for the re-appointment of Shri Suresh Dhanraj Kawarjain as Managing Director and Smt. Poonam Jain as Whole-time Director of the Company.

Shri Suresh Dhanraj Kawarjain and Smt. Poonam Jain belongs to the promoters group and are the executive directors of the company. They are actively engaged in management and have vast experience in Management and Marketing. They have been contributing in the development of the company and it shall be in interest of the company to continue to avail their services and appoint them as Managing Director and Whole time director of the company respectively.

The remuneration and perquisites payable to them shall be within limits set out under provision of section 196, 197 and Schedule V of The Companies Act, 2013.

The board of directors recommends the Resolution set out in Item No. 3 and 4 of the accompanying notice for approval by the members.

None of the Directors or Key Managerial Personnel except the appointee director are in any way concerned or interested in the proposed Resolution.

Place: Surat
Date: 29/08/2023

By Order of the Board
For Suncity Synthetics Limited

Sd/-
Suresh Dhanraj Kawarjain
(DIN: 00337493)
Chairman and Managing Director

**Information in respect of appointment / re-appointment of directors at
Annual General Meeting
Pursuant to Regulation 36(3) of Securities and Exchange Board of India
(Listing Obligations and Disclosure Requirements) Regulations, 2015**

Name of director	Shri Suresh Dhanraj Kawarjain	Smt. Poonam Jain
Age	59 Years	55 Years
Qualifications	Chartered Accountant	B.S.C
Experience	34 Years	15 Years
Nature of Expertise	Management & Marketing	Management
Inter-se Relationship	Shri Suresh Dhanraj Kawarjain is the husband of Smt. Poonam Jain, the Wholetime director of the Company.	Smt. Poonam Jain is the wife of Shri Suresh Dhanraj Kawarjain, the Wholetime director of the Company.
Name of the listed entity in which person holds directorship and membership of committee of board	Nil	Nil
Shareholding of non- executive directors	Not applicable since the appointee is executive director	Not applicable since the appointee is executive director

By Order of the Board
For Suncity Synthetics Limited

Place: Surat
Date: 29/08/2023

Sd/-
Suresh Dhanraj Kawarjain
(DIN: 00337493)
Chairman and Managing Director

BOARD OF DIRECTOR'S REPORT

To
The Members,
Suncity Synthetics Limited

Your directors present Annual report on the business and operations of the company to gather with Audited Statement of Accounts of the company for the year ending 31st March 2023.

The particulars pursuant to sub section 3 of section 134 of the companies act, 2013 are given below.

a) The web address, if any, where annual return referred to in sub-section (3) of section 92 has been placed:

The Annual Return of the company as on 31st March, 2023 is available on the Company's website on www.suncitysyntheticsltd.in

b) Number of meetings of the Board:

During the year 2022-23, 5 meetings of Board of Directors were held during the year.

c) Director's Responsibility Statements:

The director's state that:

- i) In the preparation of annual accounts for the financial year ended 31st March 2023, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company as at 31st March and of the profit/loss of the company for that period;
- iii) The directors had taken proper and sufficient care 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) The director had prepared the annual accounts on a going concern basis;
- v) The director had 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 director had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

- ca) Details of frauds reported by auditors under sub-section (12) of section 143 other than those which are reportable to the central government.**

Auditor has not reported any fraud under sub-section (12) of section 143 of The Companies Act, 2013.

- d) A Statement on Declaration given by Independent Directors under sub-section (6) of section 149.**

The independent Directors have submitted declaration pursuant to Section 149(7) confirming that he meets the criteria of independence pursuant to section 149(6). The statement has been noted by Board of Directors.

- e) If Company covered under sub-section (1) of section 178, company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of director and other matter provided under sub-section (3) of section 178.**

The Board has on the recommendation of the Nomination and Remuneration Committee framed a policy for selection and appointment of director and key managerial personal and their remuneration. The policy is disclosed at "Annexure A" in pursuance of provision to section 178(3) of the companies Act 2013.

The Company does not pay any remuneration to the Non-Executive/Independent Directors of the company other than sitting fees for attending the meeting of the Board/Committee. Remuneration to the Whole Time Director/Managing Director is governed by the relevant provisions of the Companies Act, 2013.

- f) Explanations or comments by the board on every qualification, reservation or adverse remark or disclaimer made by the auditor in his report / by the company secretary in practice in his secretarial audit report.**

The statutory auditors have not made any qualifications, reservations or adverse remarks or disclaimer in the report and no explanation or comments by the board is required.

The Secretarial Audit Report pursuant to Section 204 of the Companies Act, 2013 in prescribed Form MR-3 is attached to as "Annexure B" to this report. The Company has taken note of Qualification, Reservation etc in the Said report and shall make arrangement for necessary compliance in future.

- g) Particulars of loans, guarantees or investments under section 186 of Companies act, 2013**

Company has not during the year under review (a) given any loan to any person or other body corporate (b) Given any guarantee or provide security in

connection with a loan to any other body corporate or person; and (c) Acquired by way of subscription, purchase or otherwise, the securities of any other body corporate, Exceeding sixty per cent of its paid-up share capital, free reserves and securities premium account or one hundred per cent of its free reserves and securities premium account, whichever is more and hence the particulars are not required to be included in this report.

h) Particulars of contracts or arrangements with related parties referred to in sub-section (1) of section 188 in the prescribed form (Form AOC-2)

Company has not entered into transactions referred to in section 188(1) of The Companies Act, 2013 with any related party and as such no particulars in form AOC-2 are required to be attached to this report.

i) The state of Company's affairs

There is no Material change in the state of affairs of the company particularly nature of business being carried out.

The Revenue from operations of the company in the year 2021-22 was Rs. 763.27 Lakhs and in the year 2022-23 the Revenue is Rs. 463.40 Lakhs. In the year 2021-22 the company had a Profit of Rs. 27.98 Lakhs whereas in the year 2022-23 Company has a Loss of Rs. 12.22 Lakhs.

The Company has not issued any share capital or Debentures during the year. There is no change in the status of the company or the accounting year.

j) The amount, if any, which it proposes to carry to any reserves

The Directors do not proposes to carry any amount to reserves.

k) The amount, if any, which it recommends should be paid by way of dividend

The Directors do not recommend any amount to be paid by way of dividend.

l) Material Changes and commitments, if any, Affecting the Financial Position of the Company which have occurred between the Ends of the financial year of the company to which the financial statements relate and the date of the report.

There are no material changes and/or commitments affecting financial position of the Company occurred after end of financial year till date of this report.

m) The Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo in such manner as may be prescribed.

Information and details pursuant to Rule 8(3) of the companies (Accounts) Rules, 2014 with respect to above is given below.

(A) CONSERVATION OF ENERGY-

- i) The steps taken or impact on conservation of energy: NIL
- ii) The steps taken by the company for utilizing alternate sources of energy: NIL
- iii) The capital investment on energy conservation equipments: NIL

(B) TECHNOLOGY ABSORPTION-

- i) The efforts made towards technology absorption: Not Applicable
- ii) The benefits derived like product improvement, cost reduction, product development or import substitution: Not Applicable
- iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-
 - a. The details of technology imported : Not Applicable
 - b. The year of import: Not Applicable
 - c. Whether the technology been fully absorbed: Not Applicable
 - d. If not fully absorbed, areas where absorption has not taken place, and the reasons thereof: Not Applicable and
- iv) The expenditure incurred on Research and Development: NIL

(C) FOREIGN EXCHANGE EARNINGS AND OUTGO-

Foreign Exchange earned (actual inflows during the year): NIL
Foreign Exchange outgo (actual outflows): NIL

- n) **A statement including development and implementation of a Risk Management Policy for the company including identification therein of elements of risk, if any, which in the opinion of the board may threaten the existence of the company;**

The Directors do not foresee any risk that may threaten the existence of the company in normal course. The Directors proposes to develop and implement specific Risk Management Policy on identification of any risk.

- o) **The details about the policy developed and implemented by the company on corporate social responsibility initiatives taken during the year;**

Since the net worth of the company is below Five Hundred crores, Turnover of the company is below one thousand crores, Net Profit of the company is below five crores. The provision of Section 135 of The Companies Act, 2013 is not applicable to the company and hence the company is not required undertake any corporate Social Responsibility (CSR) initiatives.

- p) In case of a listed company and every other public company having such paid-up share capital as may be prescribed, a statement indicating the manner in which formal annual evaluation has been made by the Board of its own performance and that of its committees and individual directors:

Pursuant to provision of the Companies Act, 2013 the board has carried out the annual performance evaluation of its own performance as well as the evaluation of the Audit Committee and Nomination & Remuneration Committee.

The chairman of Board of directors and the chairman of Nomination & remuneration Committee met all the directors individually to get an overview of the functioning of the board and its constituents inter alia on the following board criteria i.e. attendance and level of participation, independence of judgment exercised by independent directors, interpersonal relationship etc.

Based on the valuable inputs received, the directors are encouraged for effective role in company's management.

- q) Such other matters as may be prescribed.

(Pursuant to Rule 8(5) of The Companies (Accounts) Rules, 2014)

- i) The Financial summary or highlights

The summary of financial Results (standalone) for the year under review is as under:-

Particulars	Amt. in Lakhs	
	As on 31/03/2023	As on 31/03/2022
Turnover and other income	501.27	764.09
Financial Costs	26.95	53.56
Depreciation and Amortization Expenses	32.91	74.07
Profit Before Exceptional and Tax	-5.54	-36.67
Profit /Loss(-) After Tax for the year	-12.22	27.98

- ii) The Change in the nature of business, if any:

There is no Material change in nature of business of the company.

- iii) The Details of Directors or key managerial personnel who were appointed or have resigned during the year:

Details of changes in Key Managerial personnel during the year are as under:-

Sr. No.	Name	Designation	Appointment Date
NIL			

(iia) A statement regarding opinion of the Board with regard to integrity, expertise and experience (including the proficiency) of the independent directors appointed during the year:

No Independent director was appointed in the company during the year.

iv) The names of companies which have become or ceased to be its Subsidiaries, joint ventures or associate companies during the year;

No company has become or ceases to be subsidiary, joint venture or associate company.

v) The details relating to deposits, covered under Chapter V of the Act,-

(a) Accepted during the year: NIL

(b) Remained unpaid or unclaimed as at the end of the year: NIL

(c) Whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so, number of such cases and the total amount involved-

(i) At the beginning of the year: Not Applicable

(ii) Maximum during the year: Not Applicable

(iii) At the end of the year: Not Applicable

vi) The details of deposits which are not in compliance with the requirements of Chapter V of the Act: NIL

vii) 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: NIL

viii) The details in respect of adequacy of internal financial controls with reference to the Financial Statements:

The company has in place adequate internal financial controls with reference to financial statements. Periodic audits are undertaken on continuous basis covering all major operation. During the year no Reportable Material weakness in the operation was observed.

ix) A disclosure, as to whether maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is required by the Company and accordingly such accounts and records are made and maintained.

Company is not required to maintain the cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

x) A statement that 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.

The Company has adopted a policy on prevention, prohibition and Redressal of Sexual harassment at workplace and has duly constituted an Internal Complaints Committee in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

Disclosures under Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.		
Sr. No.	Requirement under Rule 5(1)	Details
(i)	The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year.	Smt Poonam Jain and Shri Suresh Dhanraj Kawarjain to Employees 41.17 % : 58.83 %
(ii)	The percentage increase in remuneration of each director, chief financial officer, Chief Executive officer, Company Secretary or manager in the financial year.	There is increase in remuneration of directors from 6 lac to 12 lac.
(iii)	The percentage increase in the median remuneration of employees in the financial year	No increase
(iv)	Number of permanent employees on the rolls of the company as on 31 st March, 2023.	5
(v)	Average percentile increase already made in the salaries of the 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.	There is no increase in Managerial Remuneration and hence details Not Applicable.
(vi)	Affirmation that the remuneration is as per the remuneration policy of the company.	The company affirms remuneration is as per the remuneration policy of the company.

No Employee of the company has been paid Remuneration in excess of limits laid down in rule 5(2) of the companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and hence statement showing details thereof is not applicable.

Audit Committee:

An Audit Committee is in existence in accordance with the provisions of Section 177 of the Companies Act, 2013. The Audit committee comprises of 3 directors namely Shri Deepak Sharma, Smt. Rachana Jain and Mr. Suresh Kawar Jain. Shri Deepak Sharma is the Chairman of the Audit Committee. During the year there was no instance where the board had not accepted the Recommendation of Audit Committee.

Vigil Mechanism/Whistle Blower Policy:

Pursuant to section 177(9) of the Companies Act, 2013 read with Rule 7 of the Companies (Meetings of Board and its Power) Rules, 2014, the Board of Director has adopted vigil mechanism in the form of Whistle Blower Policy through which, its Directors, Employees and Stakeholders can report their genuine concerns about unethical behaviors, actual or suspected fraud or violation of the Company's code of conduct or ethics policy.

It is the Company's Policy to ensure that no employee is victimised or harassed for bringing such incidents to the attention of the Company. The practice of the Whistleblower Policy is overseen by the Audit Committee of the Board and no employee has been denied access to the Committee. The said policy provides for adequate safeguards against victimization and also direct access to the higher levels of supervisors.

Shri Deepak Sharma, the Chairman of the Audit Committee can be contacted to report any suspected/confirmed incident of fraud/misconduct on:

Email: suncitysyn@gmail.com

Contact no.: 9414129877

Your Company hereby affirms that no director/employee has been denied access to the Chairman of the Audit Committee and that no complaints were received during the year. The Board of Directors place on records the services of all stakeholders and associates who have co-operated in the working of the Company

Place: Surat

Date: 29/08/2023

By Order of the Board
For Suncity Synthetics Limited

Sd/-
Suresh Dhanraj Kawarjain
(DIN: 00337493)
Chairman and Managing Director



S. Gandhi & Associates

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INDEPENDENT AUDITOR'S REPORT

To the Members of
SUNCITY SYNTHETICS LIMITED

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of **SUNCITY SYNTHETICS LIMITED** ("the Company") which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss, Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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,

- (i) In so far it relates to the Balance Sheet, of the state of affairs of the Company as at March 31, 2023, and
- (ii) In so far it relates to the Profit and Loss, of the Loss for the year ended on that date;
- (iii) In so far it relates to the Statement of Cash Flow, of the cash flow for the year ended on March 31, 2023;

Basis of 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 audit opinion on the financial statements.





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Information other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors and Management is responsible for the preparation of the other information. The other information comprises the information obtained at the date of this auditor's report, but does not include the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management and those charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act of the Act read with the companies (Indian Accounting Standards) Rules 2015, as amended. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Board of Directors is also responsible for overseeing the company's financial reporting





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process.

Auditor's Responsibility

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

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosure in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.





Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 (order dated 29.03.2016), issued by the Central Government of India in terms of section 143 (11) of the Companies Act, 2013 (hereinafter referred to as 'order'), and on the basis of test check as we considered appropriate and according to information and explanation provided to us, we enclose in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. 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 Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of written representations received from the directors as on March 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. There were no pending litigations which would impact its financial position of the Company.
 - ii. The Company did not have any material foreseeable losses on long-term contracts including derivative.





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- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. No Dividend has been declared or paid during the year by the company.

For S. Gandhi & Associates
(Chartered Accountants)

Surendra Gandhi

Surendra Gandhi
(Proprietor)
M. No: 072278
FRN. 113667W
UDIN: 23072278BGXDCT3369



PLACE: SURAT
DATE: 30/05/2023



"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2023:

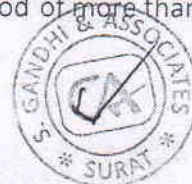
- 1) In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, Plant & Equipment.
 - (b) The Property, Plant & Equipment have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the Property, Plant & Equipment has been physically verified by the management during the year and according to information and explanation received from management, no material discrepancies between the books records and the physical fixed assets have been noticed.
 - (c) Based on verification of Lease/Sale deed of the immovable properties, we report that, the title deeds of immovable properties, disclosed in financial statements under Property, Plant & Equipment, are held in the name of the company.
 - (d) The Company has not revalued any of its Property, Plant & Equipment during the year. Further Company does not own/recorded any intangible assets during the year.
 - (e) During the year under Audit, no proceedings have been initiated or are pending against the company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- 2)
 - (a) As per information and explanation given by the management, the management has conducted the physical verification of inventory at reasonable intervals. The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were





not material.

- (b) The Company has not been sanctioned working capital limits in excess of five Crore rupees, in aggregate, at any time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3 (ii) (b) of the Order is not applicable.
- 3) During the year under Audit, Company has not made 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 and hence reporting under clause 3 (iii) of the Order is not applicable.
- 4) During the year under Audit, Company has not made investments in, provided any guarantee or security or granted any loans or advances to which provisions of Section 185 and 186 of Companies act applies. Hence reporting under clause 3 (iv) of the Order is not applicable.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable. Hence reporting under clause 3 (v) of the Order is not applicable.
- 6) As informed to us, the maintenance of Cost Records is not applicable to the company as specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company. Hence, reporting under clause 3 (vi) of the Order is not applicable.
- 7)
 - (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 Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Goods & Services Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2023 for a period of more than six months from the





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- date on when they become payable.
- (b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, Goods & Services Tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- 8) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961.
- 9) (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) In our opinion and according to the information and explanations given to us, Company has not availed any term loan during the year.
- (d) On overall examination of the financial statement of the Company, funds raised on short term basis, prima facie, not been used, during the year, for long-term purposes by the Company.
- (e) As per information and explanation from management and in our opinion, The Company does not have any have subsidiaries, joint ventures and associate companies. Hence, reporting under clause 3 (ix) (e) of the Order is not applicable.
- (f) The company has not raised loan during the year on the pledge of securities and hence reporting under clause 3 (ix) (f) of the Order is not applicable.
- 10) (a) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments. Accordingly, reporting under clause 3 (x) (a) of the Order are 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 and hence reporting under clause 3 (x) (b) of the Order is not applicable.





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- 11) (a) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- (b) During the year, no report under sub-section (12) of section 143 of the Companies 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) We have considered whistle-blower complaints, if any, received during the year by the company, while determining the nature, timing and extent of our audit procedures.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards. Since Company is a private company hence provisions of section 177 of the Act not applicable to the company hence not commented upon.
- 14) (a) The Company appointed Mr. Ajay Lodha as internal auditor of the company. Company is having internal audit system commensurate with the size and nature of its business.
- (b) Annual Reports of internal auditor provided for verification. And same has been considered by us in providing our opinion on financial statements.
- 15) 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 are not applicable to the Company and hence not commented upon.
- 16) (a) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) (a) of the Order are not applicable to the Company and hence not commented upon.





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- (b) 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) (b) (c) & (d) of the order not applicable to the company.
- 17) According to the information and explanations provided to us, the company has not incurred cash losses in the current year and in the immediately preceding financial year, Accordingly, the requirement to report on clause 3 (xvii) of the Order is not applicable and hence not commented upon.
- 18) There has been resignation of the previous statutory auditor of the Company on 19th May'2022.
- 19) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans and based on our examination of the supporting the assumptions, nothing has come to our attention which causes us to believe that any material uncertainty exists as on date of the audit report indicating that company is not capable of meeting its liabilities existing at the balance sheet date. We further state that this is not an assurance regarding future viability of the Company. 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 be discharged by the Company as and when they fall due.
- 20) In our opinion, provisions of section 135 of the Companies Act, 2013 not applicable to the company and hence reporting under clause 3 (xx) (a) & (b) of the order not applicable to the company.
- 21) As per information and explanation received from management, The company does not have any holding, subsidiary, Joint Venture and Associates, hence reporting under clause 3 (xxi) of the order not applicable to the company.

For S. Gandhi & Associates
(Chartered Accountants)

Surendra Gandhi

Surendra Gandhi
(Proprietor)

M. No: 072278

FRN. 113667W

UDIN: 23072278BGXDCT3369



PLACE: SURAT

DATE: 30/05/2023



“Annexure B” to the Independent Auditor’s Report of even date on the Standalone Financial Statements of SUNCITY SYNTHETICS LIMITED

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

We have audited the internal financial controls over financial reporting of SUNCITY SYNTHETICS LIMITED (“the Company”) as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of





the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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





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Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on, "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting".

For S. Gandhi & Associates
(Chartered Accountants)

Surendra Gandhi

Surendra Gandhi
(Proprietor)
M. No: 072278
FRN. 113667W
UDIN: 23072278BGXDCT3369



PLACE: SURAT
DATE: 30/05/2023

SUNCITY SYNTHETICS LIMITED

CIN: L1710GJ1988PLC010397

205, Rajhans Complex, Nr. Nirmal Childrens Hospital, Surat - 395002

Balance Sheet as on 31st March, 2023

(Amount in Lakhs)

Particulars	Note	As at	
		31 March 2023	31 March 2022
ASSETS			
(1) Non Current Assets			
(a) Property, Plant & Equipment	3	299.26	332.17
(b) Capital Work-in-progress		-	-
(c) Investment Property		-	-
(d) Goodwill		-	-
(e) Other Intangible Assets		-	-
(f) Intangible Assets Under Development		-	-
(g) Biological Assets other than Bearer Plants		-	-
(h) Financial assets			
(i) Investments	4	2.50	2.50
(ii) Trade Receivables	5	-	-
(iii) Loans	6	8.39	8.39
(l) Deferred Tax Asset (net)	7	20.48	27.16
(j) Other Non Current Assets	8	14.66	4.05
		345.28	374.26
(2) Current Assets			
(a) Inventories	9	176.66	204.80
(b) Financial Assets			
(i) Investments		-	-
(ii) Trade Receivable	10	(9.67)	53.05
(iii) Cash and cash equivalents	11	6.69	13.82
(iv) Bank Balances other than (iii) above		15.00	-
(v) Loans	12	-	-
(vi) Others (to be specified)		-	-
(c) Current Tax Assets (Net)	13	-	-
(d) Other current assets	14	3.81	8.21
		192.49	279.87
Total Assets		537.78	654.13
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share capital	15	494.58	494.58
(b) Other Equity	16	(499.18)	(486.94)
		(4.60)	7.62
LIABILITIES			
(1) Non Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	17	246.67	279.09
(ia) Lease Liabilities		-	-
(ii) Trade Payables	18	-	-
(A) Outstanding Dues from MSME		-	-
(B) Total Outstanding Dues from other than MSME		-	-
(iii) Other Financial Liabilities		-	-
(b) Provisions		-	-
(c) Deferred Tax liabilities (Net)	19	-	-
(d) Other Non Current Liabilities		246.67	279.09
(2) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	20	228.52	230.50
(ia) Lease Liabilities		-	-
(ii) Trade Payables	21	-	-
(A) Outstanding Dues from MSME		0.18	-
(B) Total Outstanding Dues from other than MSME		24.07	94.00
(b) Other Current Liabilities	22	40.18	40.79
(c) Provisions	23	2.74	2.13
(d) Current Tax Liabilities (Net)		-	-
Total Equity and Liabilities		537.78	654.13

See accompanying notes to the financial statements.

1 to 36

For S. Gandhi & Associates
Chartered Accountants
(Firm Reg. No. 113067W)

Surendra Gandhi

Surendra Gandhi
(Proprietor)
Mem. No.: 072278
UDIN: 23072278BGXOCT3369
Place: Surat
Date: 30/05/2023



For And On Behalf Of The Board

Mridula Agarwal *Suresh Jain* *Poonam Jain*

Company Secretary Managing Director Whole Time Director
Mridula Agarwal Suresh Jain Poonam Jain
DIN: 00337493 DIN: 01971928

SUNCITY SYNTHETICS LIMITED

CIN:L17110GJ1988PLC010397

205, Rajhans Complex, Nr. Nirmal Childrens Hospital, Surat - 395002

Statement of profit and loss for the year ended, 31st March, 2023

Particulars	Note	(Amount in Lakhs)	
		For the year ended 31-03-2023	For the year ended 31-03-2022
INCOME			
Revenue From Operations	24	463.40	763.27
Other Income	25	37.87	0.82
Total Revenue		501.27	764.09
EXPENSES			
Cost of Materials Consumed	26	303.62	523.59
Purchase of Stock-in-Trade		-	-
Changes in Inventories of Finished Goods, Work-In-Progress and Stock-in-Trade	27	11.80	1.05
Employment Benefit Expenses	28	29.15	19.47
Financial Costs	29	26.95	53.56
Depreciation and Amortization Expenses	30	32.91	74.07
Other Expenses	31	102.39	129.03
Total Expenses		506.81	800.77
Profit Before Exceptional and Tax		(5.54)	(36.67)
Exceptional Items			
- Profit on Sale of Fixed Assets		-	53.97
- Prior period tax Expenses		-	-
Profit/ (loss) Before Tax		(5.54)	17.29
Tax Expense :			
(1) Current Tax		-	-
(2) Deferred Tax		(6.68)	10.69
Profit for the Year From Continuing Operations		(12.22)	27.98
Profit/(Loss) From Discontinuing Operations		-	-
Tax Expense of Discounting Operations		-	-
Profit/(Loss) From Discontinuing Operations		-	-
Profit/(Loss) For The Period		(12.22)	27.98
Other Comprehensive Income		-	-
Total Comprehensive Income for the period		(12.22)	27.98
Earning Per Equity Share:	32		
(1) Basic (Rs.)		(0.25)	0.57
(2) Diluted (Rs.)		(0.25)	0.57

See accompanying notes to the financial statements.

1 to 36

For S. Gandhi & Associates
Chartered Accountants.
(Firm Reg. No. : 113667W)

For And On Behalf Of The Board

Surendra Gandhi

Surendra Gandhi
(Proprietor)
Mem. No.: 072278
UDIN: 23072278BGXDCT3369
Place: Surat
Date: 30/05/2023



Mridula Agarwal
Company Secretary
Mridula Agarwal

Suresh Jain
Managing Director
Suresh Jain
DIN: 00337493

Poonam Jain
Whole Time Director
Poonam Jain
DIN: 01971928

SUNCITY SYNTHETICS LIMITED

CIN: L17110GJ1984PLC010197

205, Rajhans Complex, Mr. Hirnal Childrens Hospital, Surat - 395002

Statement of Cashflow for the year ended 31st March, 2023

Particulars	Note	(Amount in Lakhs)	
		For the year ended 31-03-2023	For the year ended 31-03-2022
A. CASH FLOW FROM OPERATING ACTIVITIES:			
Net Profit Before Tax and Extraordinary Items		(5.54)	17.29
Add:			
Preliminary expenses			
Depreciation	32.91		74.07
Financial Cost	28.95	59.85	53.56
		54.31	144.93
Less: Other Income (Consider Separately)		(2.93)	(0.82)
Less: Profit on Sale of Fixed Assets			(33.97)
Cash from Operation	Total - A	51.38	90.13
Less: Adjustment for Working Capital Changes			
Add/(less):			
Decrease in Other current Liabilities	(0.81)		(18.39)
Decrease in Trade Payable	(69.75)		33.86
Decrease in short term provision	0.62		(0.20)
Decrease in Trade Receivables	62.72		(23.45)
Increase in Other Non Current Assets	(10.61)		
Increase in Short Term Loans and Advances			0.35
Decrease in Inventories	28.14		159.54
Decrease in other Current Assets	4.40	14.91	1.48
	Total - B	14.91	154.99
Cash Generated from Operations after Working Capital Changes (A + B)	(C)	66.29	245.12
Less: Income Tax Paid			
Net Cash Flow from Operating Activities	(D)	66.29	245.12
B. Cash Flow from Investing Activities			
Add:			
Interest Received	2.93		0.82
Decrease in long term Loans and Advances			22.69
Sale of Fixed Assets		2.93	229.56
			253.07
Less:			
Purchase of Fixed Assets			(1.77)
Net Cash Flow from Investing Activities	(E)	2.93	251.30
C. Cash Flow from Financing Activities			
Less: Decrease in Working Capital Facilities	(1.93)		(271.48)
Increase / (Decrease) in long term borrowings	(32.42)		(159.90)
Less: Finance Cost	(26.95)	(61.34)	(53.56)
Net Cash Flow from Financing Activities	(F)	(61.34)	(484.95)
Net Changes in Cash & Cash Equivalents (D+E+F)		7.87	11.47
Opening Balance of Cash & Cash Equivalents		13.82	2.35
Closing Balance of Cash & Cash Equivalents		21.69	13.82

AUDITOR'S CERTIFICATE

We have examined the above Cash Flow Statement of SUNCITY SYNTHETICS LTD for the period ended 31st March, 2023. The Statement has been prepared by the Company in accordance with the requirements of listing agreements with the Stock Exchange and is based on and in agreement with the corresponding Profit & Loss Statement and Balance Sheet of the Company covered by our Report of March 31, 2023 to the members of the Company.

As per our report of even date attached.

For S. Gandhi & Associates
Chartered Accountants
(Firm Reg. No. : 113667W)

For And On Behalf of The Board

Surendra Gandhi

Richu Agariwal

Poonam Jain

Surendra Gandhi
(Proprietor)
Mem. No. : 072278
UOH. 330723788GADCT1369
Place: Surat
Date: 30/05/2023



Managing Director
Suresh Jain
DIN: 00337493

Whole Time Director
Poonam Jain
DIN: 01971923

SUNCITY SYNTHETICS LIMITED

CIN:L17110GJ1988PLC010397

205, Rajhans Complex, Nr. Nirmal Childrens Hospital, Surat - 395002

Statement of changes in equity for the year ended 31st March, 2023

Schedule:-2

A. Equity Share Capital

Particulars	Note	Authorised		Issued, Subscribed and Paid up	
		Number of Shares	Amount	Number of Shares	Amount
Balance at 1 April 2021	15	70.00	700.00	49.46	494.58
Changes in Equity Share Capital due to Prior Period Errors					
Restated Balance at the Beginning of the Current reporting period		70.00	700.00	49.46	494.58
Changes in equity share capital during the year					
Balance at 31st March, 2022		70.00	700.00	49.46	494.58
Balance at 1 April 2022	15	70.00	700.00	49.46	494.58
Changes in Equity Share Capital due to Prior Period Errors					
Restated Balance at the Beginning of the Current reporting period		70.00	700.00	49.46	494.58
Changes in equity share capital during the year					
Balance at 31st March, 2023		70.00	700.00	49.46	494.58

B. Other Equity

Particulars	Note	Retained Earnings	Subsidy	Share Forfeiture Reserve	Total Other Equity
Balance at 1 April 2021	16	(637.18)	39.87	82.38	(514.94)
Changes in Accounting Policy or Prior Period Errors					
Restated Balance at the Beginning of the Current reporting period		(637.18)	39.87	82.38	(514.94)
Profit/Loss for the year		27.98			27.98
Others					
Other Comprehensive Income					
Total Comprehensive Income for the year		27.98			27.98
Dividends Paid					
Transfer to Retained Earnings					
Balance at 31st March, 2022		(609.20)	39.87	82.38	(486.96)
Balance at 1 April 2022	16	(609.20)	39.87	82.38	(486.96)
Changes in Accounting Policy or Prior Period Errors					
Restated Balance at the Beginning of the Current reporting period		(609.20)	39.87	82.38	(486.96)
Profit/Loss for the year		(12.22)			(27.98)
Others					
Other Comprehensive Income					
Total Comprehensive Income for the year		(12.22)			(27.98)
Dividends Paid					
Transfer to Retained Earnings					
Balance at 31st March, 2023		(621.42)	39.87	82.38	(458.97)

For S. Gandhi & Associates
Chartered Accountants.
(Firm Reg. No.: 113667W)

Surendra Gandhi

Surendra Gandhi
(Proprietor)
Mem. No.: 072278
UDIN: 23072278BGXUCT3369
Place: Surat
Date: 30/05/2023



For And On Behalf Of The Board

Poonam Jain
Whole Time Director
Poonam Jain
DIN: 01971978

Suncity Synthetics Limited
205, Rajhans Complex, Nr. Nirmal Childrens Hospital, Surat - 395002
CIN:L17110GJ1988PLC010397

Notes on Financial Statements for the year ended 31st March, 2023

(Amount in Lakhs)

Schedule :- 3 Property, Plant & Equipment

PARTICULARS	GROSS BLOCK				DEPRECIATION				SLM	
	OPENING BLOCK	ADDITION DURING THE YEAR	DEDUCTION DURING THE YEAR	CLOSING BLOCK	OPENING DEPRECIATION	DEPRECIATION DURING THE YEAR	DEDUCTION OF DEPRECIATION	CLOSING DEPRECIATION	CURRENT YEAR WDV	PREVIOUS YEAR WDV
BUILDING (Previous Year)	265.79	-	84.48	181.31	68.42	8.63	23.31	53.74	127.57	197.38
BUILDING	181.31	-	-	181.31	53.74	5.46	-	59.20	122.11	127.57
Building (Fiber Unit)	136.39	-	-	136.39	38.63	4.11	-	42.74	93.65	97.76
Building Pet Unit & ETP Plant	39.92	-	-	39.92	12.48	1.20	-	13.69	26.23	27.43
Office at Surat	5.00	-	-	5.00	2.62	0.15	-	2.77	2.23	2.38
COMPUTERS (Previous Year)	4.47	-	-	4.47	4.44	-	-	4.44	0.03	0.03
COMPUTERS	4.47	-	-	4.47	4.44	-	-	4.44	0.03	0.03
Computer	4.47	-	-	4.47	4.44	-	-	4.44	0.03	0.03
PLANT AND MACHINERY (Previous Year)	1,395.27	-	2.36	1,392.91	1,225.35	45.09	0.20	1,270.24	122.68	169.92
PLANT AND MACHINERY	1,392.91	-	-	1,392.91	1,270.24	18.92	-	1,289.16	103.76	122.68
Plant & Machinery	538.62	-	-	538.62	509.84	18.23	-	528.07	28.10	28.78
Plant and Machinery(Fibre Unit)	854.30	-	-	854.30	760.40	0.68	-	761.09	75.66	93.89
ELECTRICAL INSTALLATIONS AND EQUIPMENTS (P. Y.)	139.38	-	-	139.38	108.55	14.24	-	122.79	16.59	30.83
ELECTRICAL INSTALLATIONS AND EQUIPMENTS	139.38	-	-	139.38	122.79	6.45	-	129.23	10.14	16.59
Electrification	139.38	-	-	139.38	122.79	6.45	-	129.23	10.14	16.59
OFFICE EQUIPMENTS (Previous Year)	13.06	-	-	13.06	12.18	0.14	-	12.31	0.75	0.88
OFFICE EQUIPMENTS	13.06	-	-	13.06	12.31	0.09	-	12.40	0.66	0.75
Air Conditioner	1.84	-	-	1.84	1.66	0.09	-	1.75	0.09	0.19
Office Equipments	11.22	-	-	11.22	10.66	-	-	10.66	0.56	0.56
MOTOR VEHICLES (Previous Year)	127.82	-	4.95	122.87	108.69	5.97	2.25	112.40	10.47	19.13
MOTOR VEHICLES	122.87	-	-	122.87	112.40	1.99	-	114.39	8.48	10.47
AUDI Q3	28.90	-	-	28.90	26.89	0.56	-	27.45	1.44	2.01
HERO SPRIENDAR	0.47	-	-	0.47	0.36	0.04	-	0.40	0.07	0.12
SWARAJ MAZDA	11.05	-	-	11.05	10.16	0.33	-	10.50	0.55	0.89
Vehicles:	80.92	-	-	80.92	73.54	1.06	-	74.59	6.33	7.38
Wagon R Old Car Model 2007	1.53	-	-	1.53	1.45	-	-	1.45	0.08	0.08
LAND (Previous Year)	161.88	1.77	109.56	54.09	-	-	-	-	54.09	161.88
LAND	54.09	-	-	54.09	-	-	-	-	54.09	54.09
LAND	54.09	-	-	54.09	-	-	-	-	54.09	54.09
Grand Total	1,908.08	-	-	1,908.08	1,575.92	32.91	-	1,608.82	299.26	332.17
Previous Year Figures	2,107.67	1.77	201.35	1,906.08	1,527.61	74.07	23.76	1,575.92	332.17	580.06

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

4 Investments

- (a) Investment in equity Shares
(b) Investment in Government or trust securities

As At 31-03-2023	As At Thursday, March 31, 2022
2.40	2.40
0.10	0.10
2.50	2.50

4.1 Company has invested equity shares of following companies

Gujarat State Financial Corporation
(2,800 Equity Shares (Previous Year - 2,800) of having Face value of ₹ 10/- each)

Moti Finance Limited
(21,000 Equity Shares (Previous Year - 21,000) of ₹ 10/- each)

As At Friday, March 31, 2023	As At Thursday, March 31, 2022
0.30	0.30
2.10	2.10
2.40	2.40

5 Trade Receivables

- (a) Unsecured considered good and

Less: - Provision for bad and doubtful debts

As At Friday, March 31, 2023	As At Thursday, March 31, 2022
-	-
-	-
-	-

5.1 Trade Receivables Ageing Schedule

Particulars	Outstanding for following period from due date of Transaction					Amount in
	< 6 months	6 m - 1 year	1-2 years	2-3 years	>3 years	Total
(i) Undisputed Trade Receivables - Considered Good	-	-	-	-	-	-
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-

6 Loans

- (a) Security deposit
(i) Unsecured considered good and
(i) Advance for Purchase of Fixed Assets

As At Friday, March 31, 2023	As At Thursday, March 31, 2022
8.39	8.39
-	-
8.39	8.39

7 Deferred tax Asset (net)

- Deffered Tax Asset
Related to Depreciation of Fixed assets
Related to Carried Forward loss and Unabsorbed Dep.

As At Friday, March 31, 2023	As At Thursday, March 31, 2022
-	27.16
-	-
-	27.16

7.1 During the year under audit no Deferred Tax Assets has been created on carried forward losses and Unabsorbed depreciation.

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

8 Other Non-Current assets

Bank deposits with more than 12 months maturity

	As At Friday, March 31, 2023	As At Thursday, March 31, 2022
Fixed deposit with SBI (0959)	13.63	
Fixed deposit with SBI (1936)	1.03	
Fixed deposit with SBI (6043)	<u>14.66</u>	<u>4.05</u>

9 Inventories :

	As At Friday, March 31, 2023	As At Thursday, March 31, 2022
Raw Material	172.87	170.75
Finished Goods	3.79	29.79
Stores, spares, Coal and packing material	<u>176.66</u>	<u>204.80</u>

9.1 Inventories have been valued at lower of Cost and Net realisable value as on Balance Sheet date. Further Company is following Weighted average method for the valuation of inventories.

10 Trade Receivables

	As At Friday, March 31, 2023	As At Thursday, March 31, 2022
(a) Secured considered good	-	-
Less: - Provision for bad and doubtful debt	-	-
(b) Unsecured considered good and	(9.67)	53.05
Less: - Provision for bad and doubtful debts	<u>(9.67)</u>	<u>53.05</u>

10.1 Trade Receivable Ageing Schedule

Particulars	Outstanding for following period from due date of Transaction*					Total
	< 6 months	6 m - 1 year	1-2 years	2-3 years	>3 years	
(i) Undisputed Trade Receivables - Considered Good	-21.18		2.73		8.78	-9.67
	30.68		10.06		12.31	53.05
(ii) Undisputed Trade Receivables - which have significant increase in credit risk						
(iii) Undisputed Trade Receivables - credit impaired						
(iv) Disputed Trade Receivables-considered good						
(v) Disputed Trade Receivables - which have significant increase in credit risk						
(vi) Disputed Trade Receivables - credit impaired						

* Ageing of debtors has been provided based on the date of transaction.

* Figures in Bracket & italic represents the amount with respect to previous year.

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

11 Cash and cash equivalents		As At Friday, March 31, 2023	As At Thursday, March 31, 2022	
(a) Balances with Banks				
State bank of India	15.00			
Uco Bank	-			
(b) Cash on hand	6.69			13.82
(As certified by the Management)				
	21.69			13.82
12 Loans		As At Friday, March 31, 2023	As At Thursday, March 31, 2022	
(a) Other loans				
(i) Unsecured considered good				
Other loans and advances	-			-
	-			-
12.1	<i>No Loans or Advances in the nature of loans were granted to promoters, Directors, KMPs and the related parties (as defined under Companies Act, 2013) either severally or jointly with any other person, during the year.</i>			
13 Current Tax Maturities		As At Friday, March 31, 2023	As At Thursday, March 31, 2022	
Deferred Tax Asset				
On account of Disallowances under section 43B	-			-
	-			-
14 Other current assets		As At Friday, March 31, 2023	As At Thursday, March 31, 2022	
(a) Duties and Taxes receivable	1.96			3.56
(b) Prepaid Expenses	-			0.67
(c) RSEB Security Interest Receivable	0.32			0.32
(d) Advance to Suppliers	-			-
(e) TDS Receivable	1.24		2.90	
TCS Receivable	0.29		0.76	
Less: - Provision for Tax	1.53		-	3.66
	3.81		8.21	

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

15 Share Capital :	As At Friday, March 31, 2023	As At Thursday, March 31, 2022
Authorised Share Capital (70,00,000 Equity Shares of ₹ 10/- (Each) (Previous Year 70,00,000 Equity Shares of ₹ 10/- Each.)	700.00	700.00
	<u>700.00</u>	<u>700.00</u>
Issued & Subscribed Share Capital 65,93,300 Equity share of ₹ 10/- Each fully paid. Less: 16,47,500 Equity shares Forfeited In F Y 2007-08 Paidup Share capital : 49,45,800 Equity share of Rs. 10/- each fully paid (Previous Year 49,45,800 Equity Shares of ₹ 10/- Each Fully paid)	494.58	494.58
	<u>494.58</u>	<u>494.58</u>

15.1 Nil Shares out of the issued, subscribed and paid up share capital were allotted as Bonus Shares in the last five years by capitalisation of Securities Premium and Reserves.

15.2 Nil Shares out of the issued, subscribed and paid up share capital were allotted in the last five years pursuant to the various Schemes of amalgamation without payment being received in cash.

15.3 Nil Shares out of the issued, subscribed and paid up share capital were allotted on conversion / surrender of Debentures and Bonds, conversion of Term Loans, exercise of warrants, against Global Depository Shares (GDS) and re-issue of forfeited equity shares, since inception.

15.4 Nil Shares out of the issued, subscribed and paid up share capital held by Subsidiaries do not have Voting Rights and are not eligible for Bonus Shares.

15.5 The details of Shareholders holding more than 5% shares :

Name of Share Holders	As At Friday, March 31, 2023		As At Thursday, March 31, 2022	
	No. of Shares	% held	No. of Shares	% held
Poonam Suresh Kawar	6.82	13.79	6.82	13.79
Suresh Dhanraj Kawar Jain	7.21	14.58	7.21	14.58
Twinkle Jain	6.74	13.63	6.74	13.63

15.6 The reconciliation of the number of shares outstanding is set out below :

Name of Share Holders	As At Friday, March 31, 2023		As At Thursday, March 31, 2022	
	No. of Shares		No. of Shares	
Equity Shares at the beginning of the year		49.46		49.46
Add : Shares issued on exercise of Employee Stock Options		-		-
Less : Shares cancelled on buy back of Equity Shares		-		-
Equity Shares at the end of the year		49.46		49.46

15.7 Shareholding of Promoters

Promoter Name	Shares held by Promoters at the end of the year				% change during the year
	No. of Shares as on 31.03.2023	% of Total Shares	No. of Shares as on 31.03.2021	% of Total Shares	
Poonam Suresh Kawar	6.82	13.79	7	13.79	-
Twinkle Jain	6.74	13.63	7	13.63	-
Suresh Dhanraj Kawar Jain	6.22	12.57	6	12.57	-
Suresh Dhanraj Kawar (HUF)	1.71	3.47	2	3.47	-
Suresh Dhanraj Kawar Jain	0.99	2.00	1	2.00	-
TOTAL	22.48	45.46	22	45.46	-

16 Other Equity

	As At Friday, March 31, 2023		As At Thursday, March 31, 2022	
Share Forfeiture Reserve				82.38
Capital Subsidy				39.87
Profit & Loss A/c.				
As per Last Balance sheet		(486.96)		(637.18)
Add/(Less): Prior Period Items				-
Add/(Less): Profit/(Loss) for the Year		(12.22)	(499.18)	(609.20)
		<u>(499.18)</u>		<u>(486.96)</u>

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

17 Borrowings

(a) Secured term loans from Bank

State Bank of India TL (GECL)(7179)

IDFC First Bank- Vehicle Loan

(b) Unsecured Loans

From Directors

From Relative of Directors

	As At Friday, March 31, 2023		As At Thursday, March 31, 2022	
	Non Current	Current	Non Current	Current
State Bank of India TL (GECL)(7179)	10.27	58.33	68.86	58.33
IDFC First Bank- Vehicle Loan	-	-	-	10.62
(b) Unsecured Loans				
From Directors	103.91	-	72.67	-
From Relative of Directors	132.49	-	137.56	-
	246.67	58.33	279.09	68.95

17.1 As per information loan from Directors and Relative of directors are for long term hence considered as Non-Current in the Financial Statements.

17.2 GECL loan of Rs. 1.75 Crore was availed during 2020-21, repayable in 36 equated monthly installments of Rs. 486112/- along with monthly interest. As per latest renewal letter dated 27.01.2022, applicable rate of interest is 8.65 % i.e. MCLR + 2%.

17.3 Maturity Profile of Loans are as set out below :

Particulars	Maturity Profile			
	1-2 Years	2-3 Years	3-4 Years	More than 4 Yrs
Secured:				
State Bank of India TL (GECL)	58.33	-	-	-
Unsecured:				
Loans From Directors	-	-	-	-
Loans From Others	-	-	-	-

18 Trade Payables

Outstanding for more than one year

a) Unsecured, Considered Good :

	As At Friday, March 31, 2023		As At Thursday, March 31, 2022	
	Non Current	Current	Non Current	Current
	-	-	-	-

18.1 Trade Payables Ageing Schedule

Particulars	Outstanding for following period from due date of Transaction*				Total
	< 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	-	-	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

* Ageing of Creditors has been provided based on the date of transaction.

* Figures in Bracket & italic represents the amount with respect to previous year.

19 Deferred tax liabilities (net)

Deferred Tax Liability

Related to Depreciation of Fixed assets

Related to Carried Forward loss and Unabsorbed Dep.

	As At Friday, March 31, 2023		As At Thursday, March 31, 2022	
	Non Current	Current	Non Current	Current
Deferred Tax Liability	-	-	-	-
Related to Depreciation of Fixed assets	-	-	-	-
Related to Carried Forward loss and Unabsorbed Dep.	-	-	-	-

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to conform to the current year presentation.

20 Borrowings	As At Friday, March 31, 2023	As At Thursday, March 31, 2022
(a) Loans repayable on demand		
(i) From banks		
Secured (State bank of India)	170.19	161.55
<i>(carrying interest effective rate 8.65 % P.A.)</i>		
(b) Current Maturities of Long term debt	58.33	68.95
	228.52	230.50

20.1 Credit Facilities from State Bank of India of Rs. 1.75 (Sanctioned Limit) are secured by Hypothecation Charge on Entire Current Assets Comprising Stock of Raw Material, Finish Goods, Stores & Spares, Stock in WIP (Present & Future) Sundry debtors and other Current Assets.

20.2 These Credit facilities has been latest sanctioned/renewed on 27.01.2022 at applicable interest rate of 8.65 % i.e. MCLR + at Spread of 2%.

20.3 Credit Facilities from State Bank of India is secured by personal Guarantee of the directors of the Company.

21 Trade Payables	As At Friday, March 31, 2023	As At Thursday, March 31, 2022
<u>Outstanding for less than one year</u>		
a) Unsecured, Considered Good :	24.25	94.00
	24.25	94.00

21.1 Trade Payables Ageing Schedule

Particulars	Outstanding for following period from due date of Payment/Transaction*				Total
	< 1 year	1-2 years	2-3 years	> 3 years	
(i) MSME	0.18				0.18
(ii) Others	17.96	3.65		2.46	24.07
	92.67	-	1.33	-	94.00
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

* Ageing of Creditors has been provided based on the date of transaction.

* Figures in Bracket & italic represents the amount with respect to previous year.

22 Other Current liabilities	As At Friday, March 31, 2023	As At Thursday, March 31, 2022
(a) Creditors for Expenses	33.39	29.00
(b) Statutory Dues	6.80	11.79
(c) Retention Money	-	-
(d) Interest Payable on Bank Loan	-	-
	40.18	40.79

23 Provisions	As At Friday, March 31, 2023	As At Thursday, March 31, 2022
Provision for Employee Benefit		
Provision for Salary	1.97	1.59
Provision for PF and ESIC	0.05	0.03
	0.72	0.50
Audit Fees Payable	2.74	2.13

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation.

24	Revenue From Operations :	For the year ended 2022-23		For the year ended 2021-22	
	Sales of Products				
	Job Work- PSF				
	Sales-Nylon Granules (JDR)	349.40		614.30	
	Sales (Nylon Staple Fibre)	-		9.02	
	Sales-PSF (JDR)	35.48		132.20	755.53
	Sales Waste (PSF)	71.93	-456.80	-	
	Less: -				(8.82)
	Sales Return and discount		456.80		746.70
	Other operating revenues				
	Freight & Forwarding	6.60	6.60	16.56	16.56
			463.40		763.27
25	Other Income :	For the year ended 2022-23		For the year ended 2021-22	
	Interest income				
	Interest on I.T. Refund	0.28		0.10	
	Interest On Security Deposit	0.36		0.73	
	Interest on Fixed Deposit	2.29	2.93	-	0.82
	Others				
	Discount Rec (Gst)	33.09			
	Discount Rec (Weight Short & Rate Diff)	1.85			
	Sundry Account Written Off	-	34.94	-	
	Misc. Income	-		-	
			37.87		0.82
26	Cost of Raw material Consumed	For the year ended 2022-23		For the year ended 2021-22	
	Raw Material Consumed				
	Purchase Nylon & Nylon Waste				
	Opening Stock	75.23		124.34	
	Add: Purchases (Net of return & Discount)	285.69		404.65	
	Less: Sundry Accounts written off	-		(29.89)	
	Less: Closing Stock	(114.12)	246.79	(75.23)	423.87
	Purchase Pet & Pet Waste				
	Opening Stock	95.53		193.12	
	Add: Purchases	2.06		2.13	
	Less: Closing Stock	(40.77)	56.82	(95.53)	99.72
	Less: Purchase returns and discount				
			303.62		523.59

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation.

27	Changes in Inventories	For the year ended 2022-23	For the year ended 2021-22
	Stock of Nylon granules		
	Opening Balance	19.71	10.81
	Closing Balance	(7.91)	(19.71)
		11.80	(8.91)
	Stock of Fibre		
	Opening Balance	10.07	20.03
	Closing Balance	(10.07)	(10.07)
		-	9.96
		11.80	1.05
28	Employment Benefit Expenses :	For the year ended 2022-23	For the year ended 2021-22
	Director's Remuneration	12.00	6.00
	Wages Expenses	13.30	9.12
	Admin Salary Expenses	3.24	3.86
	ESIC Expenses	0.05	0.01
	Provident Fund	0.56	0.47
		29.15	19.47
29	Financial Cost :	For the year ended 2022-23	For the year ended 2021-22
	Bank Charges & Commission	1.81	3.48
	Bank Interest	24.24	47.92
	Interest on Car Loan	0.90	2.17
		26.95	53.56
30	Depreciation & Amortised Cost :	For the year ended 2022-23	For the year ended 2021-22
	Depreciation	32.91	74.07
		32.91	74.07

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation.

31

Other Expenses :

Manufacturing Expenses

Consumables, Stores and Spare:

	For the year ended 2022-23		For the year ended 2021-22	
Opening Stock	4.26		16.04	
Add: Purchases	3.30		6.70	
Less: - Closing Stock	(3.79)	3.76	(4.26)	18.49

Direct Expenses:-

Inward Freight Expenses	11.69		13.16	
Laboratory & Boiler Expenses	-		-	
Power & Fuel Charges	22.95		51.96	
Repair & Maintenance Charges	7.66		5.51	
Water Expenses	0.16	42.46	-	70.63
Total of Direct Exp (A)		46.22		89.12

Indirect Expenses

Advertisement Expenses	0.09		0.21	
Auditors Remuneration	0.80		0.50	
Conveyance Expenses	0.53		0.08	
Customs Duty	12.20			
Discount	0.31		2.10	
Insurance Expenses	1.17		2.50	
Interest & Penalties	-		0.34	
Int on IT	0.13			
GST Expenses	0.66		1.79	
Legal, Professional & Consultancy Fees	2.30		2.73	
Membership Fees	3.39		6.23	
Office Expenses	0.49		0.01	
Rates & Taxes			4.81	
Printing, Stationary & Postage A/c	0.05			
Rent	16.50			
RIICO Land Charges	4.61			
ROC Fess	0.05			
Round Off	(0.00)			
TDS Interest	0.34			
Transportation Charges	12.24		18.11	
Travelling Expenses	0.28		0.14	
Vehical Repair & Maintenance	-	56.17	0.34	39.91
Total of Indirect Exp (B)		56.17		39.91
Total Other Exp. (A+B)		102.39		129.03

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation.

31.1	Payment to Auditors as	2022-23	2021-22
	Particulars		
	For Statutory Audit	0.80	0.33
	For Tax Audit	-	0.18
	For Taxation Matter	-	-
	For Company Law Matters	-	-
	Towards Service Tax	-	-
	Total	0.80	0.50

32	EARNINGS PER SHARE	2022-23	2021-22
	Particulars		
(1)	Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	(12.22)	27.98
(2)	Weighted Average number of equity shares used as denominator for calculating EPS	49.46	49.46
(3)	Basic and Diluted Earnings per share (Rs.)	(0.25)	0.57
(4)	Face Value per equity share (Rs.)	10.00	10.00

33 RELATED PARTY DISCLOSURE

A. Key Management Personals and their relatives

(i) Enterprises Owned or Controlled By KMP's

DHARA FABRICS PVT. LTD.
K D S TEXTILES PVT LTD.
SUNCITY INDUSTRIES PVT. LTD.

(ii) Key Management Personnel

POONAM SURESH JAIN
SURESH DHANRAJ JAIN

(iii) Relatives of Key Management Personnel

AJAY LODHA
AJAY LODHA HUF
J. K. KOTHARI
TWINKLE JAIN
MOHAN SINGH SANJAY KUMAR HUF
MADHU TEXTILES SHOW ROOM
SALAWAS METALS PVT. LTD.
SURESH KAWAD HUF
SHAKUNTALA LODHA
ANITA JAIN
SAMYAK JAIN

B. Transaction Entered into with Related Parties with Nature of Relation

Particulars	Transaction entered into	
	Current Year	Previous Year
Enterprises Owned or Controlled By KMP's		
Unsecured Loan Obtained	24.07	18.07
Unsecured Loan repaid	12.00	16.07
Key Management Personnel		
Directors Remuneration	12.00	6.00
Unsecured Loan Obtained	125.49	123.20
Unsecured Loan repaid	156.73	53.90
Relatives of Key Management Personnel		
Unsecured Loan Obtained	15.27	27.45
Unsecured Loan repaid	0.27	30.50
Grand Total	333.84	259.12

C. Outstanding balances as on Last Day of Financial Year for the

Particulars	O/s Balances of	
	Current Year	Previous Year
Enterprise Owned or Controlled by KMP's		
Unsecured Loans	0.27	1.34
Key Managerial Personnel		
Unsecured Loans	103.91	72.67
Relatives of Key Management Personnel		
Unsecured Loans	98.51	136.22
Grand Total	202.70	210.24

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

The previous year figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation.

34 CONTINGENT LIABILITIES AND COMMITMENTS

35

Quarterly Returns/Statements of current assets filed by the company with the banks/financial institutions in comparison to Amount as per Books of Accounts

Quarter	Name of Bank	Particulars of Securities provided	Stock as per Books of Accounts	Amount of Stock reported in the Quarterly Return/Statement	Amount of Difference	Reason for Material Discrepancies
Quarter Ended June-2022	State Bank of INDIA		175.59	211.40	(35.44)	Due to difference in method of Valuation of stock at the time of submission into bank.
Quarter Ended September-2022	State Bank of INDIA	Current Assets namely;- Stock and Debtors	134.32	190.55	(56.23)	
Quarter Ended December-2022	State Bank of INDIA		113.48	223.38	(109.90)	
Quarter Ended March-2023	State Bank of INDIA		165.55	176.49	(10.94)	
Quarter	Name of Bank	Particulars of Securities provided	Book Debts ageing 6 Months as per Books of A/c's	Book Debts ageing 6 Months as submitted in Quarterly return	Amount of Difference	Reason for Material Discrepancies
Quarter Ended June-2022	State Bank of INDIA	Current Assets	22.35	44.17	(21.81)	Difference because some advances were wrongly entered in Debtors.
Quarter Ended September-2022	State Bank of INDIA	Current Assets namely;- Stock and Debtors	28.52	68.25	(39.73)	
Quarter Ended December-2022	State Bank of INDIA		40.93	54.66	(13.74)	
Quarter Ended March-2023	State Bank of INDIA		25.87	21.99	3.88	

36 Ratio Analysis and Justifications: -

S. No.	Ratio Analysis	Numerator	Denominator	Current Year	Previous Year	Difference in %
a.	Current Ratio*1	192.49	295.70	0.65	0.76	(14.54)
b.	Debt-Equity Ratio*2	475.20	(4.60)	(103.31)	45.66	(326.28)
c.	Debt Service Coverage Ratio*3	45.82	83.47	0.55	1.40	(60.88)
d.	Return on Equity Ratio*4	(12.22)	(4.60)	-	(3.41)	-
e.	Inventory turnover Ratio*5	384.88	190.73	2.02	2.19	(7.81)
f.	Trade Receivables turnover Ratio*6	456.80	31.36	14.57	18.07	(19.39)
g.	Trade payables turnover Ratio*7	287.75	59.04	4.87	5.27	(7.53)
h.	Net capital turnover Ratio*8	456.80	(103.21)	(4.43)	(8.53)	(48.11)
i.	Net profit Ratio*9	(5.54)	456.80	(0.01)	(0.05)	(75.30)
j.	Return on Capital employed*10	19.60	242.07	0.08	0.02	278.45
k.	Return on investment*11	(5.54)	299.26	(0.02)	(0.11)	(83.23)

SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2023

- The previous year figures have been regrouped / reclassified, wherever necessary to confirm to the current year presentation.
- *1 Current Ratio :- Reduction in ratio as compared to last year due to reduction in stock.
 - *2 Debt Equity Ratio :- During the year company has paid off its debt, thereby there is reduction in debt as compare to last year. Also in Current year there is loss as compared to last year therefore there is a negative effect on ratio.
 - *3 Debt Service Coverage Ratio :- There is variation in debt service coverage ratio as compare to last year. The reason being even though the company is suffering from losses, it needs to fulfil its debt obligation. Also there is a decrease in its finance cost and total debt obligation as compared to last year.
 - *4 Return on Equity Ratio :- During the year 2022-23 there were no exceptional profits incurred to the company, also it suffered from losses due to increase in prices of raw
 - *5 Inventory turnover Ratio :- Variation in Inventory turnover Ratio as compare to last year is on account of two reasons' 1) Decrease in sales in 2022-23 as compare to previous year and 2) decrease in average inventory holding of the company during 2022-23.
 - *6 Trade Receivables turnover Ratio :- Variation in Trade receivable turnover ratio as compare to last year is on account of two reasons' 1) Decrease in sales in 2022-23 as compare to previous year and 2) decrease in average trade receivable of the company during 2022-23.
 - *7 Trade payables turnover Ratio :- There is variation in trade payable turnover ratio on account of increase in purchases cost during 2022-23. Also timely payments done to trade payable as compared to last year.
 - *8 Net capital turnover Ratio :- Variance in net capital turnover ratio as compare to previous year was on account of Decrease in sales in 2022-23 and increased negative average working capital.
 - *9 Net profit Ratio :- Reduction in Net Profit Ratio due to decrease in operating loss (Rs. 5.54 Lakhs) during previous year 2022-23 as compare to loss of Rs. 36.67 lacs during 2021-22.
 - *10 Return on Capital employed :- Variation in return on capital employed during 2022-23 as compare to year 2021-22 was on account of decrease in normal losses during current year before extraordinary items. Further there was decrease in capital employed on account of reduction in debt.
 - *11 Return on Investment :- Vide variation in ratio as compare to previous year was on account of decrease in loss during current year.

For S. Gandhi & Associates
Chartered Accountants.
(Firm Reg. No. : 113667W)

For And On Behalf Of The Board

Surendra Gandhi

Surendra Gandhi
(Proprietor)
Mem. No.: 072278
UDIN: 23072278BGXDCT3369
Place: Surat
Date: 30/05/2023



Suresh Jain

Managing Director
Suresh Jain
DIN: 00337493

Poonam Jain

Whole Time Director
Poonam Jain
DIN: 01971928

“Annexure A”

DISCLOSURE OF POLICY FOR REMUNERATION OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND OTHER EMPLOYEES (Pursuant to subsection 3 and 4 of section 178 of The Companies Act 2013)

Remuneration Policy:

1. Remuneration to managerial personnel will be recommended to the board by the committee and same shall be subject to approval of shareholders and/or central government where ever required.
2. Remuneration to managerial personnel shall be in accordance with the provisions of the Companies Act, 2013 and other applicable acts.
3. Increment to existing remuneration shall be as per recommendation of committee and within the limits approved by shareholders.

Remuneration to managerial personnel:

1. The managerial personnel shall be entitled to monthly remuneration as approved by the board on recommendation of the committee and same shall be in accordance with the provision of the Companies act, 2013 and rules made there under The breakup of pay scale and quantum of perquisites and non-monetary benefits shall also be approved by board on recommendation of the committee.
2. The managerial Personnel shall also be eligible to performance linked incentives as may be determined by board.
3. The managerial personnel may also be paid commission as may be approved by shareholders.
4. The managerial personnel shall be entitled to minimum remuneration in accordance with Schedule V of the Companies Act, 2013 in event of no profit or inadequacy of profit.

Remuneration to Non-executive / Independent directors:

1. The remuneration shall be in accordance with the Companies Act, 2013 and rules made there under.
2. The non-executive/independent directors may receive sitting fees for attending the meeting of board of directors or an committee which shall be within the prescribed limit under the act. Non – executive directors shall be reimbursed travelling and incidental expense for attending the meeting.
3. Non- executive directors may also be paid commission subject to approval by the shareholders and within the limit not exceeding 1% of the profit of the company.
4. Non-executive directors shall not be entitled stock options.

“Annexure C”

Form No. MR-3

SECRETARIAL AUDIT REPORT

For The Financial year Ended on 31st March, 2023

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

To,

The Members

Suncity Synthetics Limited

205, Rajhans Complex, Nr. Nirmal Childrens Hospital,
Ring Road, Surat 395002

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Suncity Synthetics Limited (CIN: L17110GJ1988PLC010397)** (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 covering the financial year ended on 31st March, 2023 complied with the statutory provisions listed here under and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by Suncity Synthetics Limited for the financial year ended on 31st March, 2023 according to the provisions of:
 - i. The Companies Act, 2013 (the Act) and the rules made there under;
 - ii. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made there under;
 - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
 - iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under 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’):

- 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, 1992 / 2015;
- c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **(Not applicable to the Company during the Audit Period);**
- d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; **(Not applicable to the Company during the Audit Period);**
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(Not applicable to the Company during the Audit Period);**
- f) The securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- g) The securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; **(Not applicable to the Company during the Audit Period);** and
- h) The Securities and Exchange Board of India (Buy back of Securities) Regulations, 1998; **(Not applicable to the Company during the Audit Period);**

We have relied on the representation made by the Company and its Officers for systems and mechanism formed by the Company for compliance under other applicable Acts, Laws and Regulations to the Company. We report that the Company has complied with the provisions of those Acts that are applicable to Company.

As per information given to us no sector specific laws are applicable to the company. We have also examined compliance with the applicable clauses of the following:

- i. Secretarial Standards issued by The Institute of Company Secretaries of India with respect to Board and general meetings;
- ii. The Listing Agreements entered into by the Company with Bombay Stock Exchange and /or Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulation 2015.

During the financial year under report, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above, *except to the extent that:*

1. *Entire shareholding of promoter(s) and promoter group is not in dematerialized form as required in accordance with provision of Regulation 31 (2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements),*

Regulation 2015.

2. *Company has not produced before us confirmation of Registration of Independent Directors namely Smt. Rachana Akshaya Kataria, Shri Deepak Sharma and Shri Dungar Ram Mali in Independent's Directors Databank.*
3. *Company has not produced before us the proof the service of Annual Report to the shareholders as required under Regulation 36 SEBI (LODR) Regulations, 2015 and under the provisions of the Companies Act, 2013.*
4. *Company has not put in place Structural Digital Database as required under the Provisions of The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and has not submitted the quarterly Structural Digital Database Compliance Certificate to the Stock Exchange during the year under review.*

We further report that:

The compliance by the company of applicable financial laws like direct and indirect tax laws and maintenance of financial records and books of accounts have not been reviewed in this audit since the same have been subject to review by statutory financial auditor and other designated professionals.

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the 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. Decisions at the Board Meetings, as represented by the management, were taken unanimously.

We further report that as per the explanations given to us and the representation made by the Management and relied upon by us 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 there were no instances of:

- i. Public / Right / Preferential issue of shares / debentures / Sweat equity, etc.
- ii. Redemption / buy-back of securities.
- iii. Major decisions taken by the Members in pursuance to section 180 of the Companies Act, 2013
- iv. Merger / amalgamation / reconstruction etc.

v. Foreign technical collaborations.

Place: Surat
Date: 21/08/2023
UDIN: F003530E000835768
Peer Review Certificate No. : 1315/2022
Unique Code Number: 1496

For K. Dalal & Co.
Company Secretaries

Sd/-
Kunjal Dalal
Proprietor
FCS No. 3530 COP No. 3863

Note: This report is to be read with my letter of even date which is annexed as 'Annexure -I' and forms an integral part of this report.

'Annexure -I'

To,
The Members
Suncity Synthetics Limited
205, Rajhans Complex, Nr. Nirmal Childrens Hospital,
Ring Road, Surat 395002

Our secretarial audit 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 the 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 my opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: Surat
Date: 21/08/2023
UDIN: F003530E000835768
Peer Review Certificate No. : 1315/2022
Unique Code Number: 1496

For K. Dalal & Co.
Company Secretaries

Sd/-
Kunjal Dalal
Proprietor
FCS No. 3530 COP No. 3863

Disclosures pursuant to Regulation 34(3) and Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are as under:

A. Related Party Disclosure

Sr. No.	In the accounts of	Disclosures of amounts at the year end and the maximum amount of loans/ advances/ Investments outstanding during the year.
1	Holding Company	<ul style="list-style-type: none"> o Loans and advances in the nature of loans to subsidiaries by name and amount: NIL o Loans and advances in the nature of loans to associates by name and amount: NIL o Loans and advances in the nature of loans to firms/companies in which directors are interested by name and amount: NIL
2	Subsidiary	Same disclosures as applicable to the parent company in the accounts of subsidiary company: NIL
3	Holding Company	Investments by the loanee in the shares of parent company and subsidiary company, when the company has made a loan or advance in the nature of loan: NIL

- Disclosures of transactions of the listed entity with any person or entity belonging to the promoter/promoter group which hold(s) 10% or more shareholding in the listed entity, in the format prescribed in the relevant accounting standards for annual results: NIL

B. Management Discussion And Analysis Report:

(a) Industry structure and developments:

Company is engaged in business of Polyester staple fiber and nylon granules manufacture.

(b) Opportunities and Threats:

The industry provides ample opportunities in domestic and as well as export market however the uncertainty of raw material prices and government policies are detrimental to growth and profitability.

(c) Segment-wise or product-wise performance:

Company operates in single segment and segment wise reporting is not applicable and further performance is expected to improve.

(d) Outlook:

The Company shall continue to explore its policy of expansion based on availability of resources and opportunity.

(e) Risks and concerns:

Company does not foresee any such risk in near future, which will hamper the activities.

(f) Internal control systems and their adequacy:

The company has adequate internal control systems and is in process of further strengthening the existing internal control systems. The financial statements are reviewed periodically by the management. The company has set up an internal Audit trail whereby deviations, if any, can be brought to the notice of the management quickly and remedial actions are initiated immediately.

(g) Discussion on financial performance with respect to operational performance:

Particulars	Amt. in Lakhs	
	As on 31/03/2023	As on 31/03/2022
Turnover and other income	501.27	764.09
Financial Costs	26.95	53.56
Depreciation and Amortization Expenses	32.91	74.07
Profit Before Exceptional and Tax	-5.54	-36.67
Profit /Loss(-) After Tax for the year	-12.22	27.98

(h) Material developments in Human Resources / Industrial Relations front, including number of people employed:

The management is keenly interested this field. All the efforts are made to rationalize its manpower and make effective use of the same.

(i) Details of significant changes in Key Financial Ratios:-

(i) Debtors Turnover: Debtors Turnover Ratio for the year ended 31/03/2023 is 14.57 and the year ended 31/03/2022 is 18.07. Variation in Trade receivable turnover ratio as compare to last year is on account of two reasons' 1) Decrease in sales in 2022-23 as compare to previous year and 2) decrease in average trade receivable of the company during 2022-23.

(ii) Inventory Turnover: Inventory Turnover Ratio for the year ended 31/03/2023 is 2.02 and the year ended 31/03/2022 is 2.19. Variation in Inventory turnover Ratio as compare to last year is on account of two reasons' 1) Decrease in sales in 2022-23 as compare to previous year and 2) decrease in average inventory holding of the company during 2022-23.

(iii) Interest Coverage Ratio: For the year ended 31/03/2023 is 0.55 and for the previous year ended as on 31/03/2022 is 1.40. There is variation in debt service coverage ratio as compare to last year. The reason being even though the company is suffering from losses, it needs to fulfil its debt obligation. Also there is a decrease in its finance cost and total debt obligation as compared to last year.

(iv) Current Ratio: Current Ratio for the year ended as on 31/03/2023 is 0.65 and for the previous year ended as on 31/03/2022 is 0.76. Reduction in ratio as compared to last year due to reduction in stock.

(v) Debt Equity Ratio: Debt Equity Ratio for the year ended as on 31/03/2023 is (103.31) and for the previous year ended as on 31/03/2022 is 45.66. During the year company has paid off its debt, thereby there is reduction in debt as compare to last year. Also in Current year there is loss as compared to last year therefore there is a negative effect on ratio.

(vi) Gross Profit Ratio: the Company's financials shows a negative gross profit ratio primarily as a result of sharp decrease in sales, lower production and high consumption.

(vii) Net Profit Ratio: Net Profit Ratio for the year ended as on 31/03/2023 is (0.01) and for the previous year ended as on 31/03/2022 is (0.05). Reduction in Net Profit Ratio due to decrease in operating loss (Rs. 5.54 Lakhs) during previous year 2022-23 as compare to loss of Rs. 36.67 lacs during 2021-22.

(viii) Details of any change in Net Worth as compared to the immediately previous financial year:

Net worth of the company during the year ended 31/03/2023 is Rs. (4.60) Lakhs whereas during the previous year ended as on 31/03/2022 Net worth was Rs. 7.62 Lakhs.

Return on Capital Employed for the year ended as on 31/03/2023 is 0.08 and for the previous year ended as on 31/03/2022 is 0.02. Variation in return on capital employed during 2022-23 as compare to year 2021-22 was on

account of decrease in normal losses during current year before extraordinary items. Further there was decrease in capital employed on account of reduction in debt.

Disclosure of Accounting Treatment:

Financial statements have been prepared in accordance with applicable Accounting Standards, hence Para B (2) of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is not applicable to the company.

C. Corporate Governance Report: Pursuant to Regulation 15(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the provision of Para C of Schedule V of SEBI (LODR) relating to Corporate Governance Report is not applicable to the company.

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: Pursuant to Regulation 15(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the provision of Para D of Schedule V of SEBI (LODR) relating to Declaration by CEO is not applicable to the company.

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: Pursuant to Regulation 15(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the provision of Para E of Schedule V of SEBI (LODR) relating to Compliance Certificate is not applicable to the company.

F. Disclosures with respect to demat suspense account/unclaimed suspense account: Nil

Place: Surat
Date: 29/08/2023

By Order of the Board
For Suncity Synthetics Limited

Sd/-
Suresh Dhanraj Kwarjain
(DIN: 00337493)
Chairman and Managing Director

Route Map of the Venue of the Annual General Meeting



ATTENDANCE SLIP

To be handed over at the entrance of the Meeting Hall of
35th Annual General Meeting

Folio No./ DP ID/Client ID No. :

Number of shares held:

Name of the attending

Member/Proxy:

I hereby record my presence at the Annual General Meeting of **Suncity Synthetics Limited** held on Saturday, 30th September, 2023 at 11.00 a.m. at 205, Rajhans Complex, Nr. Nirmal Childrens Hospital, Ring Road, Surat 395002

Member's/Proxy's Signature

(To be signed at the time of handing over the slip)

**Form No. MGT-11
Proxy form**

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

CIN : **L17110GJ1988PLC010397**
Name of the company: **Suncity Synthetics Limited**
Registered office: **205, Rajhans Complex, Nr. Nirmal Childrens Hospital,
Ring Road, Surat 395002**

Name of the Member (s) :
Registered address :
E-mail Id:
Folio No/ Client Id :
DP ID

I/We, being the member (s) of shares of the above named company, hereby appoint

1. Name :

Address :

E-mail Id :

Signature

Or failing him

2. Name :

Address :

E-mail Id :

Signature

Or failing him

3. Name :

Address :

E-mail Id :

Signature

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Annual General Meeting of the Company, to be held on the Saturday, 30th September, 2023 at 11.00 a.m. at 205, Rajhans Complex, Nr. Nirmal Childrens Hospital, Ring Road, Surat 395002 and at any adjournment thereof in respect of such resolutions as are indicated below:

Sr. No.	Resolution	For	Against
Ordinary Business:-			
1	Adoption of Audited Financial Statements and the reports of the Board of Directors for the year ended 31/03/2023		
2	Re-appointment of Smt. Poonam Suresh Kavar (DIN: 01971928), as director liable to Retire by rotation		
Special Business:-			
3	Re-appointment of Shri Suresh Dhanraj Kavarjain (DIN: 00337493) as Managing Director		
4	Re-appointment of Smt. Poonam Jain (DIN: 01971928) as Whole-time Director		

Signed this.....day of.....2023

Signature of Shareholder Affix Revenue
Signature of Proxy holder(s) Stamp

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

Form No. MGT-12**Polling Paper**

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]

Name of the Company: Suncity Synthetics Limited
Registered office: 205, Rajhans Complex, Nr. Nirmal Childrens Hospital, Ring Road, Surat 395002

BALLOT PAPER

Sr. No.	Particulars	Details
1.	Name of the First Named Shareholder (In Block Letters)	
2.	Postal Address	
3.	Registered Folio No./*Client ID No. (Applicable to investors holding shares in dematerialized form)	
4.	Class of Shares	

I hereby exercise my vote in respect of Ordinary / Special Resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

No.	Item No.	No. of Shares held by me	I assent to the Resolution	I dissent to the Resolution
1.	Adoption of Audited Financial Statements and the reports of the Board of Directors for the year ended 31/03/2023. (Ordinary Resolution)			
2.	Re-appointment of Smt. Poonam Suresh Kavar (DIN: 01971928), as director liable to Retire by rotation (Ordinary Resolution)			
3.	Re-appointment of Shri Suresh Dhanraj Kavarjain (DIN: 00337493) as Managing Director (Ordinary Resolution)			
4.	Re-appointment of Smt. Poonam Jain (DIN: 01971928) as Whole-time Director (Ordinary Resolution)			

Place:

Date:

Signature of Shareholder