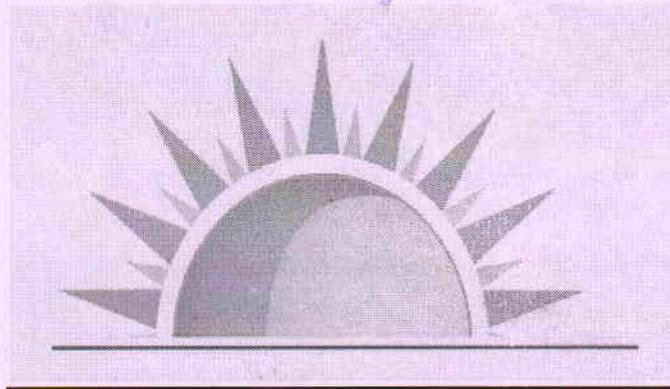


SUNCITY SYNTHETICS LIMITED



33rd Annual Report

For the Year Ended

31.03.2021

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REQUEST:

You may desire to have some clarification or additional information on the accounts for the year ended 31st March, 2021 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

Thursday, 30th September, 2021

205, Rajhans Complex

Ring Road

SURAT.

BOARD OF DIRECTORS:

Shri Suresh Dhanraj Kwar
Managing Director

Smt. Poonam Jain
Whole Time Director

Shri Deepak Sharma
Independent Director

Smt Rachna Jain
Independent Director

Bankers:
State Bank of India
Jodhpur

Auditors:
NAMS & CO
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 33rd 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 Thursday, 30th September, 2021 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, 2021 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, 2021 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 Kawar (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 Kawar (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 give Authority to Sell, lease and dispose off the undertakings (specifically mentioned in explanatory statement) of company and in this regard pass the following resolution as an **Special Resolution**:

Resolved that pursuant to the provisions of Section 180(1) of the Companies Act, 2013 and rules made there under, the consent of the members be and is hereby accorded to the Board of Directors of the Company to exercise the powers under section 180(1)(a) of the Companies Act, 2013.

By Order of the Board
For Suncity Synthetics Limited

Place: Surat
Date: 30/06/2021

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

Notes:

1. The relative Explanatory Statements, pursuant to Section 102 of the Companies Act, 2013, in respect of the business under item no. 3 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 24/09/2021 to 30/09/2021, 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 33rd 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 Monday, 27th September, 2021 to 5.00 p.m. on Wednesday, 29th September, 2021.

- 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 Wednesday, 29th September, 2021. During the e-voting period, shareholders of the Company, holding shares, as on Thursday, 23rd September, 2021 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 09.00 a.m. on Monday, 27th September, 2021 and ends on 5.00 p.m. on Wednesday, 29th September, 2021. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of Thursday, 23rd September, 2021 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</p>

	<p>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>
<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<ol style="list-style-type: none"> 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 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. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.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>Individual Shareholders (holding securities in demat mode) login through their Depository</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider</p>

Participants

website for casting your vote during the remote e-Voting period.

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

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	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <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.

By Order of the Board
For Suncity Synthetics Limited

Place: Surat
Date: 30/06/2021

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

Explanatory Statement pursuant to section 102(1) of The Companies Act, 2013:-

The following Explanatory Statements, as required under Section 102 of the Companies Act, 2013, setting out all material facts relating to the business at Item Nos. 3 of the accompanying notice.

For Item No. 3

Authority to Sell, lease and dispose off the undertaking of company

Since the company is incurring heavy losses, the management has decided to sell of Fixed assets at F5 (bcd) ricco industrial area Boranada II nd phase Jodhpur and office at 205 Rajhans complex and plant and machinery of the company to pay off its secured and unsecured loans.

The properties proposed to be sold constitute substantial undertakings requiring approval of members by way of special Resolution. It shall be in the interest of the company to sale of the properties and board of directors recommends approval of Resolution by members.

None of the Directors or Key Managerial Personnel and their relatives are in any way concerned or interested in the Resolution.

By Order of the Board
For Suncity Synthetics Limited

Place: Surat
Date: 30/06/2021

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	Smt. Poonam Suresh Kawar
Age	52 Years
Qualifications	B.S.C
Experience	13 Years
Nature of Expertise	Management
Inter-se Relationship	Smt. Poonam Suresh Jain is the wife of Mr. Suresh Dhanraj Kawarjain, Managing Director of the company
Name of the listed entity in which person holds directorship and membership of committee of board	Nil
Shareholding of non- executive directors	Not applicable since the appointee is executive director

By Order of the Board
For Suncity Synthetics Limited

Place: Surat
Date: 30/06/2021

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 2021.

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, 2021 is available on the Company's website on www.suncitysyntheticsltd.in

b) Number of meetings of the Board:

During the year 2020-21, 7 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 2021, 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)**

The company has entered into transactions referred to in section 188(1) of The Companies Act, 2013 with related party and as such particulars in form AOC-2 are attached to this report.

FORM AOC-2

Material related party Transactions

- I. Details of contract or arrangements or transactions not at arm's length basis:
There were no contracts or arrangements or transactions entered into during the year ended 31st March, 2021 which were not at arm's length basis
- II. Details of material contracts or arrangements or transactions at arm's length basis:
The details of material contracts or arrangements or transactions at arm's length basis for the year ended 31st March, 2021 are as follows.

Sr. No.	Name of the Related Party & Relationship	Nature of Transaction	Duration	Salient Terms	Amount
01	Dhara fabrics pvt ltd. And KDS textiles P ltd	Loan	Ongoing	On arm's length basis in ordinary course of business	1179000/-
02	Samyak jain, Ajay Lodha, Mohan singh sanjay kumar HUF, Anita Jain, Sanjay pathak, twinkle jain	Unsecured loans obtained and repaid			40071000/-

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 2019-20 was Rs. 14,85,98,881/- and in the year 2020-21 the Revenue is Rs. 4,67,74,771/-. In the year 2019-20 the company had a loss of Rs. 4,11,62,172/- whereas in the year 2020-21 Company has a loss of Rs. 3,87,85,012/-.

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	As on 31/03/2021	As on 31/03/2020
Turnover and other income	46908414.00	148853758.00
Gross profit/Loss (-) before Financial Charges & depreciation	(30097480.00)	(10971937.00)
Financial Costs	8231493.00	10981828.00
Profit/Loss(-) before depreciation	(38328973.00)	(21953765.00)
Depreciation and Amortization Expenses	15491377.00	18096013.00
Profit /Loss(-) After Tax for the year	(38785012.00)	(41162172.00)

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
02	Dungar Ram Mali	Director	30/07/2020

(iiia) 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:

Shri Dungar Ram Mali was appointed as independent director of the company with effect from 30/07/2020 and possess the required expertise and experience.

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 Suresh Kawar and Shri Suresh Dhanraj Kawarjain to Employees : 27.22 % : 45.55%
(ii)	The percentage increase in remuneration of each director, chief financial officer, Chief Executive officer, Company Secretary or manager in the financial year.	Remuneration paid to directors is Rs. 12 Lacs and Percentage increase is not comparable.
(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, 2021.	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.	N.A.
(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.: 099833-29877

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

By Order of the Board
For Suncity Synthetics Limited

Place: Surat
Date: 30/06/2021

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



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, 2021, 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, 2021, 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, 2021;

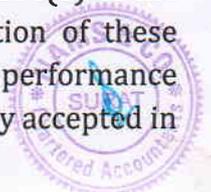
Basis of Opinion

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.

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. 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 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, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 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.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv.



For and on Behalf of
N A M S & Co.
Chartered Accountants
FRN: 120880W

CA. Sumit Khetan
Partner

Mem No.: 061911

UDIN:- 21061911AAAACU4446

Date: 30-06-2021

Place: Surat

"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, 2021:

- 1)
 - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
 - (b) The Fixed Assets 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 fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
 - (c) The title deeds of immovable properties are held in the name of the company.
- 2)
 - (a) The management has conducted the physical verification of inventory at reasonable intervals.
 - b) 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.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 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.
- 6) As informed to us, the maintenance of Cost Records has not been 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.



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, 2021 for a period of more than six months from the 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) 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.
- 9) 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 and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) 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.
- 11) Provision related to the managerial remuneration under section 197 read with Schedule V to the Companies Act; has been complied by the Company.
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (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) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.



“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, 2021 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

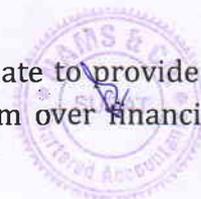
The Company’s management is responsible for establishing and maintaining internal financial controls based on “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial 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.



- 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) 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) of the Order are not applicable to the Company and hence not commented upon.



**For and on Behalf of
N A M S & Co.
Chartered Accountants
FRN: 120880W**

**CA. Sumit Khetan
Partner**

Mem No.: 061911

UDIN:- 21061911AAAACU4446

Date: 30-06-2021

Place: Surat

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.

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, 2021, 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 and on Behalf of
N A M S & Co.
Chartered Accountants
FRN: 120880W**



A handwritten signature in blue ink, appearing to be "Sumit Khetan".

**CA. Sumit Khetan
Partner**

**Mem No.: 061911
UDIN:- 21061911AAAACU4446**

**Date: 30-06-2021
Place: Surat**

SUNCITY SYNTHETICS LIMITED

CIN:L17110GJ1988PLC010397

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

Balance Sheet as on 31st March, 2021

Particulars	Note	As at	
		31 March 2021	31 March 2020
ASSETS			
(1) Non Current Assets			
(a) Property, Plant & Equipment	3	5,80,05,801	7,95,34,947
(b) Financial assets			
(i) Investments	4	2,50,000	2,50,000
(ii) Trade Receivables	5	13,80,271	32,31,844
(iii) Loans	6	31,07,120	31,07,120
(iv) Others	7	4,04,734	3,66,239
(c.) Deferred Tax Asset (net)	8	16,46,850	37,093
(d) Other Non Current Assets		-	-
		6,47,94,776	8,65,27,243
(2) Current Assets			
(a) Inventories	9	3,64,33,554	8,90,20,864
(b) Financial Assets			
(i) Trade Receivable	10	15,79,300	47,65,963
(ii) Cash and cash equivalents	11	2,34,663	2,26,510
(iii) Loans	12	34,552	-
(c.) Current tax Maturities	13	-	-
(d) Other current assets	14	9,68,780	12,20,168
		3,92,50,849	9,52,33,505
Total Assets		10,40,45,625	18,17,60,748
EQUITY AND LIABILITIES			
EQUITY			
(a) Equity Share capital	15	4,94,58,000	4,94,58,000
(b) Other Equity	16	(5,14,93,887)	(1,27,08,875)
		(20,35,887)	3,67,49,125
LIABILITIES			
(1) Non Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	17	4,38,99,605	2,67,86,093
(ii) Trade Payables	18	18,43,119	25,578
(b) Deferred tax liabilities (net)	19	-	-
(c.) Other Non Current Liabilities		-	-
		4,57,42,724	2,68,11,671
(2) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	20	4,43,32,014	9,56,58,264
(ii) Trade Payables	21	41,90,838	87,56,971
(iii) Other Financial Liabilities	22	58,66,230	25,78,575
(b) Other Current Liabilities	23	57,17,497	1,03,35,253
(c.) Provisions	24	2,32,210	8,70,889
		6,03,38,788	11,81,99,952
Total Equity and Liabilities		10,40,45,625	18,17,60,748

See accompanying notes to the financial statements.

1 to 36

For N A M S & Co.
Chartered Accountants.
(Firm Reg. No 120880W)

CA Sumit Khetan
Partner
Mem. No.: 061911
UDIN:21061911AAAACU4446
Place: Surat
Date: 30.06.2021



For And On Behalf Of The Board

Mridula Agarwal
Company Secretary

Suresh Jain
Managing Director
DIN: 00337493

Poonam Jain
Whole Time Director
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, 2021

Particulars	Note	For the year ended 31-03-2021	For the year ended 31-03-2020
<u>INCOME</u>			
Revenue From Operations	25	4,67,74,771	14,85,98,881
Other Income	26	1,33,643	2,54,877
Total Revenue		4,69,08,414	14,88,53,758
<u>EXPENSES</u>			
Cost of Materials Consumed	27	5,75,11,050	10,58,47,673
Purchase of Stock-in-Trade		-	-
Changes in Inventories of Finished Goods,		84,93,565	(30,89,940)
Work-In-Progress and Stock-In-Trade	28		
Employment Benefit Expenses	29	22,03,745	1,46,98,664
Financial Costs	30	82,31,493	1,09,81,828
Depreciation and Amortization Expenses	31	1,54,91,377	1,80,96,013
Other Expenses	32	87,97,533	4,23,69,298
Total Expenses		10,07,28,764	18,89,03,536
Profit Before Exceptional and Tax Exceptional Items		(5,38,20,350)	(4,00,49,778)
- Profit on Sale of Fixed Assets		1,34,25,581	93,607
- Prior period tax Expenses		-	-
Profit/ (loss) Before Tax		(4,03,94,769)	(3,99,56,171)
Tax Expense :			
(1) Current Tax		-	-
(2) Deferred Tax		16,09,757	(12,06,001)
Profit for the Year From Continuing Operations		(3,87,85,012)	(4,11,62,172)
Profit/(Loss) From Discontinuing Operations		-	-
Tax Expense of Discounting Operations		-	-
Profit/(Loss) From Discontinuing Operations		-	-
Profit/(Loss) For The Period		(3,87,85,012)	(4,11,62,172)
Other Comprehensive Income		-	-
Total Comprehensive Income for the period		(3,87,85,012)	(4,11,62,172)
Earning Per Equity Share:	33		
(1) Basic		(7.84)	(8.32)
(2) Diluted		(7.84)	(8.32)

See accompanying notes to the financial statements.

1 to 36

for N A M S & CO.
Chartered Accountants,
(Firm Reg. No. : 120880W)

CA Sumit Khetan
Partner
Mem. No.: 061911
UDIN:21061911AAAACU4446
Place: Surat
Date: 30.06.2021



For And On Behalf Of The Board

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

Notes on Financial Statements for the year ended 31st March, 2021

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

4 Investments	As At March 31, 2021	As At March 31, 2020
(a) Investment in equity Shares	2,40,000	2,40,000
(b) Investment in Government or trust securities	10,000 2,50,000	10,000 2,50,000
	<u>2,50,000</u>	<u>2,50,000</u>
4.1 Company has invested equity shares of following companies	As At March 31, 2021	As At March 31, 2020
Gujarat State Financial Corporation <i>(2,800 Equity Shares (Previous Year - 2,800) of `10/- each at premium of ` ___/- , partly paid up ` ___/-)</i>	30,000	30,000
Moti Finance Limited <i>(21,000 Equity Shares (Previous Year - 21,000) of `10/- each</i>	2,10,000 2,40,000	2,10,000 2,40,000
	<u>2,40,000</u>	<u>2,40,000</u>
5 Trade Receivables	As At March 31, 2021	As At March 31, 2020
(a) Unsecured considered good and <i>(Outstanding for the period 1 year and more)</i>	13,80,271	32,31,844
Less: - Provision for bad and doubtful debts	-	-
	<u>13,80,271</u>	<u>32,31,844</u>
	<u>13,80,271</u>	<u>32,31,844</u>
6 Loans	As At March 31, 2021	As At March 31, 2020
(a) Security deposit		
(i) Unsecured considered good and	26,32,120	26,32,120
(i) Advance for Purchase of Fixed Assets	4,75,000	4,75,000
	<u>31,07,120</u>	<u>31,07,120</u>
7 Other financial assets	As At March 31, 2021	As At March 31, 2020
<u>Bank deposits with more than 12 months maturity</u>		
Fixed deposit with SBI (0959)	4,04,734	3,66,239
	<u>4,04,734</u>	<u>3,66,239</u>
8 Deferred tax Asset (net)	As At March 31, 2021	As At March 31, 2020
Deffered Tax Asset		
Related to Depreciation of Fixed assets	16,46,850	37,093
Related to Carried Forward loss and Unabsorbed Dep.	-	-
	<u>16,46,850</u>	<u>37,093</u>
	<u>16,46,850</u>	<u>37,093</u>
8.1 During the year under audit no Deferred Tax Assets has been created on carried forward losses and Unabsorbed depreciation.		
9 Inventories :	As At March 31, 2021	As At March 31, 2020
Raw Material	3,17,45,488	7,30,90,479
Finished Goods	30,83,945	1,15,77,510
Stores, spares, Coal and paking material	16,04,121	43,52,875
	<u>3,64,33,554</u>	<u>8,90,20,864</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.

9.2 In case of finish goods inventory has been valued at realisable value due to decrease in prices of Finish goods at the end of year.



SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2021

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

10 Trade Receivables	As At March 31, 2021	As At March 31, 2020
(a) Secured considered good	-	-
Less: - Provision for bad and doubtful debt	-	-
(a) Unsecured considered good	-	6,80,211
Outstanding for the period 180 days or more	12,260	40,85,752
Others	15,67,040	-
Less: - Provision for bad and doubtful debts	15,79,300	47,65,963
	15,79,300	47,65,963
11 Cash and cash equivalents	As At March 31, 2021	As At March 31, 2020
(a) Balances with Banks	-	27,244
State bank of India	-	20,607
Uco Bank	-	47,851
(b) Cash on hand	2,34,663	1,78,659
<i>(As certified by the Management)</i>	-	-
	2,34,663	2,26,510
12 Loans	As At March 31, 2021	As At March 31, 2020
(a) Other loans	-	-
(i) Unsecured considered good	-	-
Other loans and advances	34,552	-
	34,552	-
	34,552	-
13 Current Tax Maturities	As At March 31, 2021	As At March 31, 2020
Deferred Tax Asset	-	-
On account of Disallowances under section 43B	-	-
	-	-
14 Other current assets	As At March 31, 2021	As At March 31, 2020
(a) Duties and Taxes receivable	5,78,970	6,02,828
(b) Prepaid Expenses	1,93,927	2,92,830
(C) RSEB Security Interest Receivable	36,069	1,35,576
(d) Advance to Suppliers	-	1,28,748
(e) TDS Receivable	1,32,119	35,132
TCS Receivable	27,695	25,054
Less: - Provision for Tax	1,59,814	60,186
	9,68,780	12,20,168
15 Share Capital :	As At March 31, 2021	As At March 31, 2020
Authorised Share Capital	-	-
(70,00,000 Equity Shares of ` 10/- (Each)	7,00,00,000	7,00,00,000
<i>(Previous Year 70,00,000 Equity Shares of ` 10/- Each.)</i>	-	-
	7,00,00,000	7,00,00,000
Issued, Subscribed & Paid-up Share Capital	-	-
49,45,800 Equity share of ` 10/- Each fully paid.	4,94,58,000	4,94,58,000
<i>(Previous Year 49,45,800 Equity Shares of ` 10/- Each Fully paid)</i>	-	-
	4,94,58,000	4,94,58,000



SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2021

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

- 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 March 31, 2021		As At March 31, 2020	
	No. of Shares	% held	No. of Shares	% held
Poonam Suresh Kawar	6,81,950	13.79	6,81,950	13.79
Suresh Dhanraj Kawar Jain	7,20,946	14.58	7,20,946	14.58
Twinkle Jain	6,74,036	13.63	6,74,036	13.63

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

Name of Share Holders	As At March 31, 2021		As At March 31, 2020	
	No. of Shares		No. of Shares	
Equity Shares at the beginning of the year		49,45,800		49,45,800
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		49,45,800		49,45,800

16 Other Equity

	As At March 31, 2021		As At March 31, 2020	
	Share Forfeiture Reserve		82,37,500	
Capital Subsidy		39,87,000		39,87,000
Profit & Loss A/c.				
As per Last Balance sheet	(2,49,33,375)		1,62,31,397	
Add/(Less): Prior Period Items			(2,599)	
Add/(Less): Profit/(Loss) for the Year	(3,87,85,012)	(6,37,18,387)	(4,11,62,172)	(2,49,33,375)
		<u>(5,14,93,887)</u>		<u>(1,27,08,875)</u>

17 Borrowings

	As At March 31, 2021		As At March 31, 2020	
	Non Current	Current	Non Current	Current
(a) Secured term loans from Bank				
State Bank of India TL-IV	-	-	-	12,07,251
State Bank of India TL (GECL)	1,27,48,866	48,61,120	-	-
State Bank of India- Car Loan	-	-	20,175	1,23,372
IDFC First Bank- Vehicle Loan	10,62,122	10,05,110	14,81,035	12,47,952
(b) Unsecured Loans				
From Directors	1,41,97,206	-	93,39,206	-
From Relative of Directors	1,58,91,411	-	1,59,45,677	-
	<u>4,38,99,605</u>	<u>58,66,230</u>	<u>2,67,86,093</u>	<u>25,78,575</u>



SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2021

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

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 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:				
Term Loans - From Bank				
State Bank of India TL (GECL)	58,33,344	58,33,344	10,82,178	-
IDFC First Bank - Vehicle Loan	10,62,122	-	-	-
Unsecured:				
Loans From Directors	-	-	-	1,41,97,206
Loans From Others	-	-	-	1,58,91,411

18 Trade Payables

Outstanding for more than one year

a) Unsecured, Considered Good :

As At March 31, 2021	As At March 31, 2020
18,43,119	25,578
<u>18,43,119</u>	<u>25,578</u>

19 Deferred tax liabilities (net)

Deffered Tax Liability

Related to Depreciation of Fixed assets

Related to Carried Forward loss and Unabsorbed Dep.

As At March 31, 2021	As At March 31, 2020
-	-
<u>-</u>	<u>-</u>

20 Borrowings

(a) Loans repayable on demand

(i) From banks

Secured (State bank of India)

(carrying interest effective rate 8.65 % P.A.)

Standline Credit facility (SBI)

As At March 31, 2021	As At March 31, 2020
4,43,32,014	8,31,59,265
-	1,24,98,999
<u>4,43,32,014</u>	<u>9,56,58,264</u>

20.1 Above credit Facilities from State Bank of India are secured by Hypothecation Charge on Entire Current Assets Comprising Stock of Raw Material, Finish Goods, Stores & Spares, Stock in WIP (Present & Future).

21 Trade Payables

Outstanding for less than one year

a) Unsecured, Considered Good :

As At March 31, 2021	As At March 31, 2020
41,90,838	87,56,971
<u>41,90,838</u>	<u>87,56,971</u>

22 Other financial liabilities

(a) Current maturities of long term debt

As At March 31, 2021	As At March 31, 2020
58,66,230	25,78,575
<u>58,66,230</u>	<u>25,78,575</u>



SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2021

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

23 Other Current liabilities	As At March 31, 2021	As At March 31, 2020
(a) Creditors for Expenses	51,25,773	76,00,665
(b) Statutory Dues	5,14,526	2,57,243
(C) Retention Money	51,358	51,358
(d) Advance from Debtors	-	16,47,500
(e) Interest Payable on Bank Loan	25,840	7,78,487
	57,17,497	1,03,35,253

24 Provisions	As At March 31, 2021	As At March 31, 2020
Provision for Employee Benefit		
Provision for Salary	1,77,292	8,09,808
Provision for PF and ESIC	4,918	11,081
Audit Fees Payable	50,000	50,000
	2,32,210	8,70,889



SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2021

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

25	Revenue From Operations :	For the year ended 2020-21	For the year ended 2019-20
	Sales of Products		
	Job Work- PSF	4,04,880	8,36,445
	Sales-Nylon Granules (JDR)	2,16,75,375	2,22,42,200
	Sales (Nylon Staple Fibre)	24,200	32,19,860
	Sales-PSF (JDR)	66,22,680	12,07,39,985
	Sales Waste (PSF)	1,77,18,336	32,42,881
	Less: -		
	Sales Return and discount	(1,95,375)	(23,73,648)
		4,62,50,096	14,79,07,723
	Other operating revenues		
	Interest Received On Late Payment		61,158
	Freight & Forwarding	5,24,675	6,30,000
		5,24,675	6,91,158
		4,67,74,771	14,85,98,881
26	Other Income :	For the year ended 2020-21	For the year ended 2019-20
	Interest income		
	Interest on I.T. Refund	-	7,985
	Interest On Security Deposit	38,993	1,50,640
	Interest Received on Fixed Deposit	41,617	92,252
		80,610	2,50,877
	Others		
	Misc. Income	53,033	4,000
		53,033	4,000
		1,33,643	2,54,877
27	Cost of Raw material Consumed	For the year ended 2020-21	For the year ended 2019-20
	Raw Material Consumed		
	Purchase Nylon & Nylon Waste		
	Opening Stock	1,20,94,425	2,00,33,055
	Add: Purchases (Net of return & Discount)	1,60,55,979	1,15,76,331
	Less: Closing Stock	(1,24,33,528)	(1,20,94,425)
		1,57,16,876	1,95,14,961
	Purchase (NSF)		
	Opening Stock	-	15,73,250
	Add: Purchases	-	-
	Less: Closing Stock	-	-
		-	15,73,250



SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2021

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

	Purchase Pet & Pet Waste			
	Opening Stock	6,09,96,054		6,46,82,052
	Add: Purchases	1,10,080		8,16,26,628
	Less: Closing Stock	(1,93,11,960)	4,17,94,174	(6,09,96,054)
				8,53,12,626
	Purchase (Master Batch)			35,52,250
	Less: Purchase returns and discount			(41,05,413)
		<u>5,75,11,050</u>		<u>10,58,47,673</u>
28	Changes in inventories	For the year ended 2020-21		For the year ended 2019-20
	Stock of Nylon granules			
	Opening Balance	26,21,050		7,50,750
	Closing Balance	(10,80,775)		(26,21,050)
			15,40,275	(18,70,300)
	Stock of Fibre			
	Opening Balance	89,56,460		77,36,820
	Closing Balance	(20,03,170)		(89,56,460)
			69,53,290	(12,19,640)
		<u>84,93,565</u>		<u>(30,89,940)</u>
29	Employment Benefit Expenses :	For the year ended 2020-21		For the year ended 2019-20
	Director's Remuneration	12,00,000		-
	Salary & Wages Expenses	9,36,593		1,42,38,954
	ESIC Expenses	3,515		38,828
	Labour welfare expenses	-		1,83,537
	Provident Fund	63,637		2,37,345
		<u>22,03,745</u>		<u>1,46,98,664</u>
30	Financial Cost :	For the year ended 2020-21		For the year ended 2019-20
	Bank Charges & Commission	3,08,969		7,10,141
	Bank Interest	75,47,352		95,46,064
	Bank LC Charges and Interest	-		5,31,298
	Interest on Car Loan	3,75,172		1,94,325
		<u>82,31,493</u>		<u>1,09,81,828</u>



SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2021

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

31	Depreciation & Amortised Cost :	For the year ended 2020-21	For the year ended 2019-20
	Depreciation	1,54,91,377	1,80,96,013
		<u>1,54,91,377</u>	<u>1,80,96,013</u>
32	Other Expenses :	For the year ended 2020-21	For the year ended 2019-20
	<u>Manufacturing Expenses</u>		
	<u>Consumables, Stores and Spare:</u>		
	Opening Stock	43,52,875	35,18,699
	Add: Purchases	2,01,550	1,05,74,002
	Less: - Closing Stock	(16,04,121)	(43,52,875)
		<u>29,50,304</u>	<u>97,39,826</u>
	<u>Direct Expenses:-</u>		
	Custom & Port Charges	-	1,52,197
	Factory Expenses	-	3,09,195
	Inward Freight Expenses	4,57,500	7,83,405
	Laboratory & Boiler Expenses	21,000	82,033
	Power & Fuel Charges	25,48,374	1,91,55,874
	Repair & Maintenance Charges	3,53,745	34,33,424
	Water Expenses	9,000	2,03,840
		<u>33,89,619</u>	<u>2,41,19,969</u>
	Total of Direct Exp (A)	<u>63,39,923</u>	<u>3,38,59,794</u>
	<u>Indirect Expenses</u>		
	Advertisement Expenses	14,600	46,334
	Auditors Remuneration	50,000	50,000
	Commission Expenses	-	13,09,234
	Conveyance Expenses	7,688	1,23,510
	Insurance Expenses	2,49,865	4,27,615
	Interest & Penalties	55,317	1,66,152
	GST Expenses	39,456	-
	Legal, Professional & Consultancy Fees	3,44,057	3,67,636
	Membership Fees	26,250	3,10,500
	Office Expenses	22,585	1,30,701
	Printing & Stationery Expenses	339	55,021
	Rates & Taxes	6,36,528	5,89,709
	Rent Paid	-	2,11,000
	Round off	(6)	(348)
	Telephone, Postage & Courier Expenses	1,178	49,145
	Transportation Charges	9,84,825	45,65,176
	Travelling Expenses	1,744	15,542
	Vehicle Repair & Maintenance	23,184	92,576
		<u>24,57,610</u>	<u>85,09,504</u>
	Total of Indirect Exp (B)	<u>24,57,610</u>	<u>85,09,504</u>
	Total Other Exp. (A+B)	<u>87,97,533</u>	<u>4,23,69,298</u>



SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2021

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

32.1 Payment to Auditors as

Particulars	2020-21	2019-20
For Statutory Audit	32,500	32,500
For Tax Audit	17,500	17,500
Total	50,000	50,000

33 EARNINGS PER SHARE

Particulars	2020-21	2019-20
(1) Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	(3,87,85,012)	(4,11,62,172)
(2) Weighted Average number of equity shares used as denominator for calculating EPS	49,45,800	49,45,800
(3) Basic and Diluted Earnings per share (₹)	(7.84)	(8.32)
(4) Face Value per equity share (₹)	10	10

34 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	11,79,000	13,80,000
Unsecured Loan Obtained	2,00,000	12,85,000
Unsecured Loan repaid	9,79,000	95,000
Key Management Personnel	1,32,58,000	2,46,88,920
Directors Remuneration	12,00,000	-
Unsecured Loan Obtained	84,58,000	1,39,20,198
Unsecured Loan repaid	36,00,000	1,07,68,722



SUNCITY SYNTHETICS LIMITED

Notes on Financial Statements for the year ended 31st March, 2021

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

Relatives of Key Management Personnel	4,00,71,000	1,01,63,658
Interest Paid	-	-
Loans & Advances given	-	-
Loans & Advances received back	-	1,84,350
Unsecured Loan Obtained	2,04,70,000	75,29,308
Unsecured Loan repaid	1,96,01,000	24,50,000
Grand Total	5,45,08,000	3,62,32,578

C. Outstanding Balances as on Last day of Financial Year for the Related Parties

	O/s Balances of	
	Current Year	Previous Year
Enterprise Owned or Controlled by KMPs	14,34,005	22,57,271
Unsecured Loans	14,34,005	22,57,271
Key Managerial Personnel	1,44,06,485	93,39,206
Unsecured Loans	1,44,06,485	93,39,206
Relatives of Key Management Personnel	1,35,07,406	1,36,88,406
Loans & Advances	-	-
Unsecured Loans	1,35,07,406	1,36,88,406
Grand Total	2,93,47,896	2,52,84,883

35 CONTINGENT LIABILITIES AND COMMITMENTS

As informed by the Management of the company and as per our observation under audit, there is a Contingent liability of duty saved value of Rs.24,40,814.78/- in respect of EPCG Obligation dated 07.09.2012, License No.1330003534 and of duty saved value of Rs.81,99,190.50/- in respect of EPCG Obligation dated 06.07.2012, License No.1330003481. The said Obligations were renewed during the current year in respect of which payment has been made in during the year to DGFT.

for N A M S & CO.

Chartered Accountants.

(Firm Reg. No. : 120880W)

CA Sumit Khetan

Partner

Mem. No.: 061911

UDIN:21061911AAAACU4446

Place: Surat

Date: 30.06.2021



Company Secretary

Mridula Agarwal

Managing Director

Suresh Jain

DIN: 00337493

For And On Behalf Of The Board

Whole Time Director

Poonam Jain

DIN: 01971928

SUNCITY SYNTHETICS LIMITED

CIN:L17110GJ1988PLC010397

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

Statement of cashflow for the year ended 31st March, 2021

Particulars	Note	For the year ended March 31, 2021	For the year ended March 31, 2020
A. CASH FLOW FROM OPERATING ACTIVITIES:			
Net Profit Before Tax and Extraordinary Items		(5,38,20,350)	(4,00,49,778)
Add:			
Preliminary expenses		-	-
Depreciation		1,54,91,377	1,80,96,013
Financial Cost		82,31,493	2,90,77,841
		(3,00,97,480)	(1,09,71,937)
Less: Other Income (Consider Separately)		(80,610)	(2,54,877)
Less: Prior Period Items		-	(2,599)
Cash from Operation	Total - A	(3,01,78,090)	(1,12,29,413)
Less: Adjustment for Working Capital Changes			
Add/(less):			
Decrease in Other current Liabilities		(46,17,756)	(1,43,82,778)
Decrease in Trade Payable		(27,48,593)	(77,43,207)
Decrease in short term provision		(6,38,679)	(8,70,968)
Decrease in Trade Receivables		50,38,236	2,02,04,164
Decrease in Other financial Liabilities		32,87,655	(56,88,102)
Decrease in Other Financial Assets		(38,495)	12,57,855
Increase in Short Term Loans and Advances		(34,552)	11,83,783
Decrease in Inventories		5,25,87,310	92,73,762
Decrease in other Current Assets		2,51,388	6,95,844
	Total - B	5,30,86,514	39,30,352
Cash Generated from Operations after Working Capital Changes (A + B)	(C)	2,29,08,425	(72,99,062)
Less: Income Tax Paid		-	-
Net Cash Flow from Operating Activities	(D)	2,29,08,425	(72,99,062)
B. Cash Flow from Investing Activities			
Add:			
Interest Received		80,610	2,50,877
Subsidy Received		-	4,000
Decrease in long term Loans and Advances		-	(4,70,923)
Sale of Fixed Assets		1,96,98,950	1,21,500
		1,97,79,560	(94,546)
Less:			
Purchase of Fixed Assets		(2,35,600)	-
Net Cash Flow from Investing Activities	(E)	1,95,43,960	(94,546)



SUNCITY SYNTHETICS LIMITED

CIN:L17110GJ1988PLC010397

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

Statement of cashflow for the year ended 31st March, 2021

Particulars	Note	For the year ended March 31, 2021	For the year ended March 31, 2020
<u>C. Cash Flow from Financing Activities</u>			
Less: Decrease in Working Capital Facilitates		(5,13,26,251)	79,55,373
Add: Increase in long term borrowings		1,71,13,512	99,74,809
Less: Finance Cost		(82,31,493)	(1,09,81,828)
Net Cash Flow from Financing Activities	(F)	(4,24,44,232)	69,48,354
Net Changes in Cash & Cash Equivalents (D+E+F)		8,153	(4,45,253)
Opening Balance of Cash & Cash Equivalents		2,26,510	6,71,763
Closing Balance of Cash & Cash Equivalents		2,34,663	2,26,510

AUDITOR'S CERTIFICATE

We have examined the above Cash Flow Statement of SUNCITY SYNTHETICS LTD. for the period ended 31st March, 2021. 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, 2021 to the members of the Company.

As per our report of even date attached.

for N A M S & CO.
Chartered Accountants.
(Firm Reg. No. : 120880W)



CA Sumit Khetan
Partner
Mem. No.: 061911
UDIN:21061911AAAACU4446
Place: Surat
Date: 30.06.2021



Mridula Agarwal
Company Secretary
Mridula Agarwal

For And On Behalf Of The Board

Suresh Jain
Managing Director
Suresh Jain
DIN: 00337493

Poonam Jain
Whole Time Director
Poonam Jain
DIN: 01971928

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, 2021

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 2019	15	70,00,000	7,00,00,000	49,45,800	4,94,58,000
Changes in equity share capital during the year		-	-	-	-
Balance at 31st March, 2020		70,00,000	7,00,00,000	49,45,800	4,94,58,000
Balance at 1 April 2020	15	70,00,000	7,00,00,000	49,45,800	4,94,58,000
Changes in equity share capital during the year		-	-	-	-
Balance at 31st March, 2021		70,00,000	7,00,00,000	49,45,800	4,94,58,000

B. Other Equity

Particulars	Note	Retained Earnings	Subsidy	Share Forfeiture Reserve	Total Other Equity
Balance at 1 April 2019	16	1,62,31,397	39,87,000	82,37,500	2,84,55,897
Profit/Loss for the year		(4,11,62,172)	-	-	(4,11,62,172)
Others		(2,599)	-	-	(2,599)
Other Comprehensive Income		-	-	-	-
Total Comprehensive income for the year		(2,49,33,375)	39,87,000	82,37,500	(1,27,08,875)
Dividends Paid		-	-	-	-
Balance at 31st March, 2020		(2,49,33,375)	39,87,000	82,37,500	(1,27,08,875)
Balance at 1 April 2020	16	(2,49,33,375)	39,87,000	82,37,500	(1,27,08,875)
Profit/Loss for the year		(3,87,85,012)	-	-	(3,87,85,012)
Others		-	-	-	-
Other Comprehensive Income		-	-	-	-
Total Comprehensive income for the year		(6,37,18,387)	39,87,000	82,37,500	(5,14,93,887)
Dividends Paid		-	-	-	-
Balance at 31st March, 2021		(6,37,18,387)	39,87,000	82,37,500	(5,14,93,887)

for N A M S & CO.
Chartered Accountants.
(Firm Reg. No. : 120880W)

CA Sumit Khetan
Partner
Mem. No.: 061911
UDIN:21061911AAAACU4446
Place: Surat
Date: 30.06.2021



Company Secretary
Mridula Agarwal

Mridula Agarwal
Managing Director
Suresh Jain
DIN: 00337493

For And On Behalf Of The Board

Poonam Jain

Whole Time Director
Poonam Jain
DIN: 01971928

Suncity Synthetics Limited
 205, Rajhans Complex, Nr. Nirmal Childrens Hospital, Surat - 395002
 CIN:L17110GJ1988PLC010397
 Notes on Financial Statements for the year ended 31st March, 2021

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	3,34,56,788	-	68,77,650	2,65,79,138	1,02,44,002	10,72,343	44,74,832	68,41,513	1,97,37,625	2,32,12,786
Building	68,77,650	-	68,77,650	-	42,66,952	2,07,880	44,74,832	-	-	26,10,698
Building (Fiber Unit)	2,20,87,453	-	-	2,20,87,453	47,49,540	7,22,977	-	54,72,517	1,66,14,936	1,73,37,913
Building Pet Unit & ETP Plant	39,91,685	-	-	39,91,685	9,96,544	1,25,974	-	11,22,518	28,69,167	29,95,141
Office at Surat	5,00,000	-	-	5,00,000	2,30,966	15,512	-	2,46,478	2,53,522	2,69,034
COMPUTERS	4,46,691	-	-	4,46,691	4,43,835	-	-	4,43,835	2,856	2,856
Computer	4,46,691	-	-	4,46,691	4,43,835	-	-	4,43,835	2,856	2,856
PLANT AND MACHINERY	17,42,46,898	2,35,600	3,39,53,228	14,05,29,270	14,32,24,324	1,22,17,777	3,19,05,442	12,35,36,859	1,69,92,411	3,10,22,374
Plant & Machinery	5,38,61,723	-	-	5,38,61,723	5,06,59,818	2,15,850	-	5,08,75,668	29,86,055	32,01,905
Plant & Machinery(Pet)	3,24,67,778	-	3,24,67,778	-	2,86,49,675	19,12,451	3,05,62,126	-	-	38,18,103
Plant and Machinery(Fibre Unit)	8,69,15,208	2,35,600	14,85,450	8,56,65,358	6,29,12,842	1,00,89,476	13,43,316	7,16,59,002	1,40,06,356	2,40,02,366
Solar Dryer	10,02,189	-	-	10,02,189	10,02,189	-	-	10,02,189	-	-
ELECTRICAL INSTALLATIONS AND EQUIPMENTS	1,46,11,644	-	6,73,950	1,39,37,694	98,77,273	14,85,571	5,08,086	1,08,54,758	30,82,936	47,34,371
Electrification	1,39,37,694	-	-	1,39,37,694	94,30,935	14,23,823	-	1,08,54,758	30,82,936	45,06,759
Lab Equipment	6,73,950	-	6,73,950	-	4,46,338	61,748	5,08,086	-	-	2,27,612
OFFICE EQUIPMENTS	13,05,866	-	-	13,05,866	11,91,802	25,703	-	12,17,505	88,361	1,14,064
Air Condition	1,84,106	-	-	1,84,106	1,26,131	25,703	-	1,51,834	32,272	57,975
Office Equipments	11,21,760	-	-	11,21,760	10,65,671	-	-	10,65,671	56,089	56,089
MOTOR VEHICLES	1,27,81,784	-	-	1,27,81,784	1,01,78,518	6,89,983	-	1,08,68,501	19,13,283	26,03,266
AUDI 03	28,89,943	-	-	28,89,943	20,49,701	3,19,832	-	23,69,533	5,20,410	8,40,242
HERO SPLENDAR	47,240	-	-	47,240	26,551	4,490	-	31,041	16,199	20,689
SWARAJ MAZDA	11,05,000	-	-	11,05,000	7,53,749	1,31,276	-	8,85,025	2,19,975	3,51,251
Vehicles	85,86,601	-	-	85,86,601	72,03,167	2,34,385	-	74,37,552	11,49,049	13,83,434
Wagon R Old Car Model 2007	1,53,000	-	-	1,53,000	1,45,350	-	-	1,45,350	7,650	7,650
LAND	1,78,45,230	-	16,56,901	1,61,88,329	-	-	-	-	1,61,88,329	1,78,45,230
LAND	1,78,45,230	-	16,56,901	1,61,88,329	-	-	-	-	1,61,88,329	1,78,45,230
Grand Total	25,46,94,901	2,35,600	4,31,61,729	21,17,68,772	17,51,59,954	1,54,91,377	3,88,88,360	15,37,62,971	5,80,05,801	7,95,34,947
<i>Previous Year Figures</i>	25,53,52,768	-	5,57,867	25,46,94,901	15,75,93,915	1,80,96,013	5,29,974	17,51,59,954	7,95,34,947	9,76,58,853



“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, 2021

[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, 2021 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, 2021 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 timely submitted Investor Complaint Report, Shareholding Pattern and Reconciliation of Share Capital Audit Report for quarter ended June, 2020 to the stock exchange.*

3. Company has not timely submitted the Cash flow Statement forming part of financial statements for the half year ended 30/09/2020 to the stock exchange.
4. Company has not produced before us confirmation of Registration of Independent Directors namely Smt. Rachana Akshaya Kataria in Independent's Directors Databank.

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: 30/06/2021
UDIN: F003530C000556601
Peer Review Certificate No. : 1315/2021
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: 30/06/2021
UDIN: F003530C000556601
Peer Review Certificate No. : 1315/2021
Unique Code Number: 1496

For K. Dalal & Co.
Company Secretaries

Sd/-
Kunjali 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"> ○ Loans and advances in the nature of loans to subsidiaries by name and amount: NIL ○ Loans and advances in the nature of loans to associates by name and amount: NIL ○ 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	As on 31/03/2021	As on 31/03/2020
Turnover and other income	46908414.00	148853758.00
Gross profit/Loss (-) before Financial Charges & depreciation	(30097480.00)	(10971937.00)
Financial Costs	8231493.00	10981828.00
Profit/Loss(-) before depreciation	(38328973.00)	(21953765.00)
Depreciation and Amortization Expenses	15491377.00	18096013.00
Profit /Loss(-) After Tax for the year	(38785012.00)	(41162172.00)

(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:-

Key indicators:-

Particulars	F.Y. 2020-21	F.Y. 2019-20
Inventory Turnover Ratio	0.68	1.06
Interest Coverage Ratio	-3.84	-1.14
Debt Equity Ratio	-46.22	3.40
Gross Profit Ratio	-56.67	-1.52
Net Profit Ratio*	-115.06	-26.95

*Before Exceptional items and Tax.

Explanation:

1. Inventory Turnover Ratio: Inventory Turnover of the company has decreased, primarily the reason being decrease in Sales. The Sales of the company has been reduced due to non-availability of raw materials, as the government has banned import of washed flakes and company had to stop its production. Secondly, the lockdown imposed in the country due to Covid-19 Pandemic, there was no manufacturing operations in Quarter 1 and 2 of F.Y.2020-21.

2. Interest Coverage Ratio: The sharp decrease in sales had a direct impact on company's earnings. The company had no profits during the year. The Interest Coverage Ratio of the company is negative as the company has incurred losses during the year.

3. Debt Equity Ratio: The Debt Equity ratio of the company is negative due to negative Equity which has resulted due to losses incurred by the company in last 2 years.

4. 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. Also, there is a decrease in raw material prices in the market due to lockdown and decrease in demand of products and stock has been valued at lower of cost or realisable value.

5. Net Profit Ratio: As discussed earlier, due to lockdown and other reasons there were no manufacturing operations in Quarter 1 and 2 of F.Y.2020-21 as well as operations are standstill due to decrease in prices of finished goods and other factors. Thus, the company had no Operating Profit to meet its non-operating expenses, resulting in Net Loss and a Negative Net profit Ratio.

Details of any change in Return on Net worth as compared to immediately previous financial year.

Particulars	F.Y. 2020-21	F.Y. 2019-20
Profit after Exceptional items & Taxes	-3,87,85,012.00	-4,11,62,172.00
Equity	-20,35,887.00	-3,67,49,125.00
Return on Net Worth*	-	-1.12

*As the Net worth of the company is negative, there is no return on net worth in F.Y.20-21

Explanation:-

The company has been incurring losses in the last 2 years. Losses are as a result of Sharp decrease in Sales which resulted due to non-availability of raw materials, as the government has banned import of washed flakes and company had to stop its production. Also, there were no manufacturing operations in Quarter 1 and 2 of F.Y.2020-21 as well as operations are standstill due to decrease in prices of finished goods and other factors.

The losses accumulated in past 2 years due to Pandemic and Governmental factors resulted in negative Equity of the company and there are no profits made by the company during the year. Thus, there is no Return on Net worth during the year.

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.

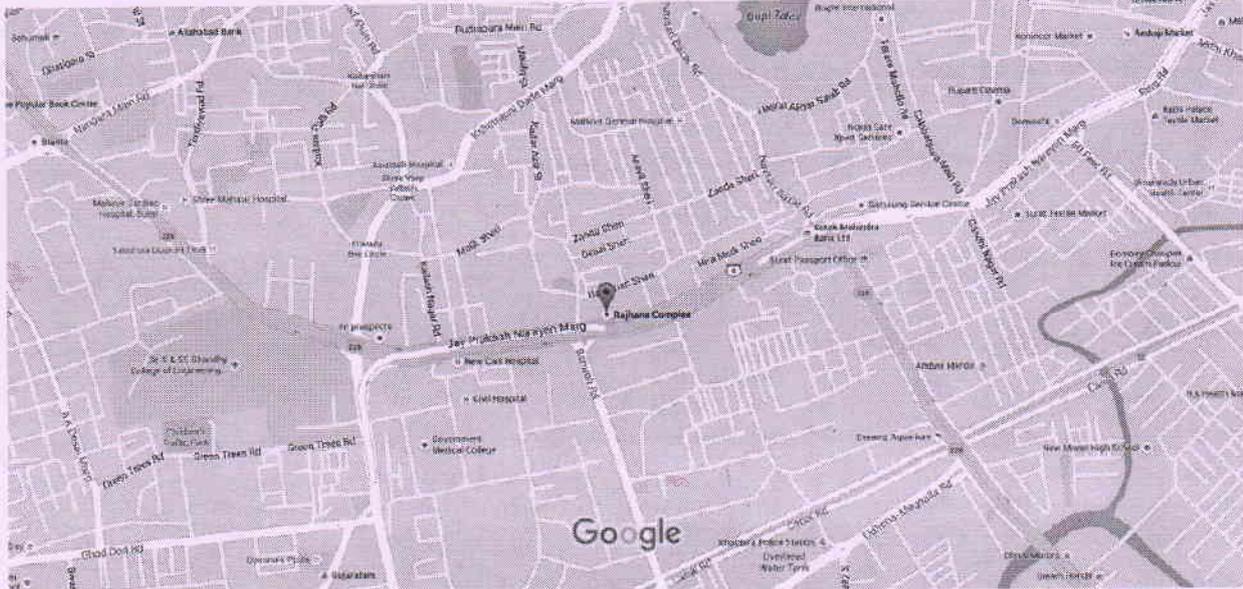
F. Disclosures with respect to demat suspense account/unclaimed suspense account: Not Applicable

By Order of the Board
For Suncity Synthetics Limited

Place: Surat
Date: 30/06/2021

Sd/-
Suresh Dhanraj Kavarjain (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 32nd
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 Thursday, 30th September, 2021 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 Thursday, 30th day of September, 2021 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
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Ordinary Business:-

- 1 Adoption of Audited Financial Statements and the reports of the Board of Directors for the year ended 31/03/2021
- 2 Re-appointment of Smt. Poonam Suresh Kawar as director

Special Business:-

- 3 Authority to Sell, lease and dispose off the undertaking of company

Signed this.....day of.....2021

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.