

6<sup>th</sup> September, 2022

To,  
The Listing Department  
National Stock Exchange of India Ltd.  
Exchange Plaza, Plot no. C/1, G Block,  
Bandra-Kurla Complex, Bandra (East),  
Mumbai - 400 051

**Sub:** Submission of Annual Report for the Financial Year 2021- 22 and Notice of 25<sup>th</sup> Annual General Meeting

**Trading Symbol:** SKSTEXTILE

Dear Sir/Madam,

In terms of the Regulation 34(1) of the Listing Regulations, please find attached the copy of the Annual Report for the Financial Year 2021-22 along with the Notice of the Annual General Meeting circulated/ dispatched to shareholders of the Company through electronic mode whose e-mail addresses are registered with the Company / Registrar and Transfer Agent, in respect of 25<sup>th</sup> Annual General Meeting, scheduled on Thursday, September 29, 2022 at 3.00 P.M. through Video conferencing / Other Audio Visual Means, in accordance with the General Circular issued by Ministry of Corporate Affairs.

The said Annual Report along with the Notice of 25<sup>th</sup> Annual General Meeting is also uploaded on the Company's website at **[www.groupsksin.in](http://www.groupsksin.in)**

Kindly take the aforesaid information on record in compliance of the Listing Regulations and bring the same to the notice of all concerned.

You are requested to take note of the same.

Yours Faithfully,  
**For SKS Textiles Limited**

**Vicky Sukanraj Shah**  
Managing Director  
(DIN: 00033963)



**25<sup>th</sup> ANNUAL REPORT  
FOR FY 2021-22**



**S K S TEXTILES LIMITED**



## CORPORATE INFORMATION

<p><b>BOARD OF DIRECTORS</b></p> <p>Mr. Sukanraj Bhabutmal Shah - Chairman &amp; Whole-Time Director</p> <p>Mr. Vicky Sukanraj Shah - Managing Director</p> <p>Mr. Mihir M Manek - Non Executive Independent Director</p> <p>Mr. Nokhelal Duij Varma - Non Executive Independent Director</p> <p><b>KEY MANAGERIAL PERSONNEL</b></p> <p>Mr. Vicky Sukanraj Shah - Chief Financial Officer</p> <p>Ms. Khadija Zulfeqar Lokhandwala - Company Secretary &amp; Compliance Officer (Appointed w.e.f. 22/09/2021 &amp; Resigned w.e.f. 08/07/2022)</p>	<p><b>STATUTORY AUDITOR</b></p> <p>M/s. Bhatler &amp; Co., Chartered Accountants</p> <p><b>REGISTRAR AND SHARE TRANSFER AGENT</b></p> <p>Link Intime India Pvt. Ltd. Address - C 101, 247 Park, L B S Marg, Vikhroli (West), Mumbai - 400083 <b>Email Id-</b> pierricarlo@hotmail.com <b>Website - <a href="http://www.groupsks.in">www.groupsks.in</a></b></p> <p><b>BANKERS TO THE COMPANY</b> DBS Bank Limited Standard Chartered Bank</p>
<p><b>25<sup>th</sup> ANNUAL GENERAL MEETING</b></p> <p>DAY: Thursday</p> <p>DATE: 29<sup>th</sup> September, 2022</p> <p>TIME: 3:00 P.M.</p> <p><b>VENUE: Through Video Conferencing (VC)/Other Audio Visual Means (OVAM)</b> in accordance with the applicable provisions of the Companies Act, 2013 read with MCA General Circular No. 20/2020, 14/2020, 17/2020, 10/2021, 20/2021, 02/2022 and 03/2022 dated 5th May, 2020, 8th April, 2020, 13th April, 2020, 23rd June, 2021, 8th December, 2021, 12th May, 2020 and, 15th January, 2021 and 05th May, 2022 respectively</p>	



## **NOTICE**

Notice is hereby given that the 25<sup>th</sup> Annual General Meeting of the members of **S K S Textiles Limited** will be held on Thursday, 29<sup>th</sup> day of September, 2022 at 3:00 PM through Video Conferencing (VC)/Other Audio Visual Means (OVAM) in accordance with the applicable provisions of the Companies Act, 2013 read with MCA General Circular No. 20/2020, 14/2020, 17/2020, 10/2021, 20/2021, 02/2022 and 03/ 2022 dated 5<sup>th</sup> May, 2020, 8<sup>th</sup> April, 2020, 13<sup>th</sup> April, 2020, 23<sup>rd</sup> June, 2021, 8<sup>th</sup> December, 2021, 12<sup>th</sup> May, 2020 and, 15<sup>th</sup> January, 2021 and 05<sup>th</sup> May, 2022 respectively, to transact the following businesses :-

### **ORDINARY BUSINESS:**

#### **Item No. 1. Adoption of Financial Statements**

To receive, consider, approve and adopt the Audited Financial Statement of the Company for the financial year ended 31st March, 2022 and the Report of Board of Directors and Auditors thereon.

#### **Item No. 2 Director retiring by rotation**

To appoint a Director in place of Mr. Sukanraj Bhabutmal Shah (DIN: 00034157), who retires by rotation at this Annual General Meeting and being eligible has offered himself for re-appointment.

#### **Item No. 3 Appointment of Statutory Auditor**

To re-appoint M/s. Bhatte & Co, Chartered Accountants as the statutory auditors of the company and to fix their remuneration and in this regard to consider and, if thought fit, to pass with or without modification, the following resolution as **Ordinary Resolution**.

**“RESOLVED THAT** pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 as amended from time to time, consent of members be and is hereby given to re-appoint M/s Bhatte & Co., Chartered Accountants (Registration No. FRN13109W), as Auditors of the Company for the second term of five years to hold office from the conclusion of the 25<sup>th</sup> Annual General Meeting till the conclusion of the 30<sup>th</sup> Annual General Meeting of the Company to be held in Financial year 2026-2027, to examine and audit the accounts of the Company at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Auditors.”



**SPECIAL BUSINESS:**

**Item No. 4 Re-appointment of Mr. Sukanraj Bhabutmal Shah (DIN: 00034157) as Whole-time Director**

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

**RESOLVED THAT** pursuant to the provisions of Sections 196, 197, 203 and all other applicable provisions, if any, read with Schedule V of the Companies Act, 2013 and the Rules framed thereunder (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), Mr. Sukanraj Bhabutmal Shah (DIN : 00034157), be and is hereby re-appointed as Whole-time Director for a period of 5 (five) years effective 9<sup>th</sup> August, 2022 upto 8<sup>th</sup> August, 2027, at a remuneration and upon such terms and conditions as decided by the Board.

**RESOLVED FURTHER THAT** the Board of Directors of the Company shall, in accordance with the statutory limits/approvals as may be applicable for the time being in force, be at full liberty to revise/alter/modify/amend the terms and conditions of the said appointment and/or remuneration, from time to time, as it may deem fit and to take such steps and do all such acts, deeds, matters and things as may be considered necessary, proper and expedient to give effect to this Resolution.

**By order of the Board of Directors**

SD/-

**Vicky Sukanraj Shah**  
**Managing Director**  
**(DIN: 00033963)**

**Date: 03/09/2022**

**Place: Mumbai**



**Notes:**

1. The Explanatory Statement, pursuant to Section 102 of Companies Act, 2013 ("the Act") which sets out details relating to Special Business at the meeting is annexed hereto. The relevant details of the Directors seeking re-appointment/ appointment pursuant to Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and as required under Secretarial Standards-2 on General Meetings issued by the Institute of Company Secretaries of India, are annexed.
2. Pursuant to MCA General Circular No. 20/2020, 14/2020, 17/2020, 10/2021, 20/2021, 02/2022 and 03/ 2022 dated 5th May, 2020, 8th April, 2020 13th April, 2020, 23 June, 2021, 8 December, 2021, May12, 2020 and January 15, 2021 and May 05, 2022 respectively the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. The facility for appointment of proxies will not be available for the AGM and hence the Proxy form and Attendance Slip are not annexed to this Notice. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes.
3. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice. The proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company located H No. 1246/1K, GALA: 1-9, 1st Floor, Bldg B-4, Prithvi Complex, Kalher Village Thane - 421 302, which shall be the deemed venue of AGM.
4. The instructions for participation by Members are given in the subsequent paragraphs.
5. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 500 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
6. The presence of the Members attending the AGM through VC / OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.



7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 20/2020, 14/2020, 17/2020, 10/2021, 20/2021, 02/2022 and 03/ 2022 dated 5th May, 2020, 8th April, 2020 13th April, 2020, 23 June, 2021, 8 December, 2021, May 12, 2020 and January 15, 2021 and May 05, 2022 respectively.
8. Members may note that the details of the Director seeking re-appointment as required under Regulation 36(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and Secretarial Standard on General Meetings (SS-2) issued by the Institute of Company Secretaries of India (ICSI) forms an integral part of the notice. Requisite declarations have been received from the Director for seeking his / her re-appointment.
9. Relevant documents and registers will be available for inspection by the members at the Registered Office of the Company on the date of AGM.
10. In case of joint holders attending the Meeting, the first holder as per the Register of Members of the Company will be entitled to vote.
11. The Ministry of Corporate Affairs ("MCA") vide its General Circular Nos. 14/2020, 17/2020, 20/2020 and 02/2021 dated April 8, 2020, April 13, 2020, May 5, 2020 January 13, 2021, December 8, 2021, December 14, 2021 and 02/2022 dated May 5, 2022 respectively ("MCA Circulars"), allowed companies whose AGMs were due to be held in the year 2022 to conduct their AGMs on or before December 31, 2022, in accordance with the requirements provided inter-alia in paragraphs 3 and 4 of the General Circular No. 20/2020 dated May 5, 2020. Accordingly, the AGM of the Company is being held through Video Conferencing (VC) or Other Audio Visual Means (OAVM) and also send notice of the Meeting and other correspondences related thereto, through electronic mode. In compliance with the said requirements of the MCA Circulars, electronic copy of the Notice along with the Annual Report for the financial year ended 31st March, 2022 consisting of financial statements including Board's Report, Auditors' Report and other documents required to be attached therewith (Collectively referred to as Notice) is being sent only to those members whose e-mail ids are registered with the Company. The members who have not registered their email addresses with the company can get the same registered with the company by sending their email addresses with their full name, Folio no. and holdings at [pierricarlo@hotmail.com](mailto:pierricarlo@hotmail.com)

Post successful registration of the email, the shareholder would get soft copy of the notice. In case of any queries, shareholder may write to [pierricarlo@hotmail.com](mailto:pierricarlo@hotmail.com). Members may note that this Notice will also be available on the Company's website i.e. [www.groupsk.in](http://www.groupsk.in)



12. The Corporate Members intending to send their authorized representative(s) to attend the AGM are requested to send a duly certified copy of the Board Resolution authorizing their representative(s) to attend and vote at the AGM.
13. The register of members and transfer books of the company shall remain closed from Friday, 23<sup>rd</sup> day of September, 2022 to Thursday, 29<sup>th</sup> day of September, 2022 (both days inclusive) for this Annual General Meeting.
14. The Annual Report of the Company, circulated to the Members of the Company will also be made available on the Company's website at [www.groupsk.in](http://www.groupsk.in)
15. In compliance with Section 108 of the companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 and regulation 44 of the Listing Regulation, the company is not providing e-voting facility as SME listed company is not required to provide e-voting facility to its Shareholders.

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

1. Members may access the platform to attend the AGM through VC by using the credentials mentioned below.
2. Member will be provided with a facility to attend the EGM/AGM through VC/OAVM through the “zoom” system.  
Members are requested to click on the following link:

**SKS Textiles is inviting you to a scheduled Zoom meeting.**

**Topic: 25th Annual General Meeting**

**Time: Sep 29, 2022 03:00 PM India**

**Join Zoom Meeting**

**<https://us05web.zoom.us/j/89189926252?pwd=dnpQsXN1L0NkajJzZkxkbjFWMDIsUT09>**

**Meeting ID: 891 8992 6252**

**Passcode: Sks@123**





After successful login, you can see link of “VC/OAVM link” placed under “Join General meeting” menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu.

3. The facility for joining the AGM shall open 15 minutes before the scheduled time for commencement of the AGM and shall be closed after the expiry of 15 minutes after such scheduled time.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 5 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 5 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting. The Company reserves the right to restrict the number of questions and number of speakers, depending on the availability of time as appropriate for smooth conduct of the AGM.



**EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO  
SECTION 102(1) OF THE COMPANIES ACT, 2013**

**Item No. 4**

The Board of Directors and the Nomination and Remuneration Committee, approved re-appointment of Mr. Sukanraj Bhabutmal Shah as Whole-time Director in the meeting of Board of Directors held on 30<sup>th</sup> May, 2022 for a further period of 5 (five) years from 9<sup>th</sup> August, 2022 upto 8<sup>th</sup> August, 2027, subject to approval of Shareholders at this Annual General Meeting.

**A brief profile of Mr. Sukanraj Bhabutmal Shah**

Mr. Sukanraj Shah, aged 69 years, is the Chairman and Whole Time Director of our Company. He completed his Bachelor of Commerce in the year 1971 from the Mumbai University. He started his career as a trader in textile products with the proprietorship firm SKS Silk Mills in the year 1982. After having gained the experience of over 15 years, he incorporated the Company S K S Textiles Private Limited in the year 1997. Over the years he has garnered extensive experience in the areas of Administration, Finance, Procurement, Manufacturing and Marketing. He has been utilizing this experience in the overall strategy formulation, growth and planning in managing, acquiring and expanding the business. As the Chairman and Whole Time Director of our Company, he is responsible for overall growth and strategy formulation and implementation of our Company.

**Minimum Remuneration**

If in any financial year during the tenure of Mr. Sukanraj Shah, the Company has no profits or inadequate profit, the Company will pay remuneration by way of salary, perquisites and allowance of upto Rs. 0.60 Crore P.A. in accordance with the Compliance of applicable provisions of section 196, 197 and 203 read with Schedule V of the Companies Act, 2013 and all other applicable provisions if any and rules made thereunder.



**Information pursuant to Regulations 26 and 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard- 2 on General Meetings, in respect of Directors seeking appointment / re-appointment at the Annual General Meeting:**

Name of the Director	Mr. Sukanraj Bhabutmal Shah
DIN	00034157
Date of Birth	18/08/1953
Nationality	Indian
Date of Appointment	20/10/1997
Date of re-appointment	In the 25 <sup>th</sup> AGM
Expertise in Specific Functional Area	Extensive experience in the areas of Administration, Finance, Procurement, Manufacturing and Marketing.
Qualifications	Bachelor of Commerce
Terms and conditions of appointment/reappointment	As mentioned in Explanatory Statement
Remuneration proposed to be paid	As per NRC Policy
Remuneration last drawn (including sitting fees, if any for FY 2021-2022)	No remuneration has been paid during the year
Listed Companies in which he holds directorship and the Board Committee membership/chairpersonship	Nil
Number of shares held in the company	137,950
Number of Board meetings attending during the year	5
Disclosure of relationships between directors inter-se	Mr. Sukanraj Bhabutmal Shah is father of Managing Director Mr. Vicky Sukanraj Shah

Mr. Sukanraj Bhabutmal Shah is not debarred from holding the Office of Director by virtue of any SEBI order or any other such authority. Save and except Mr. Sukanraj Bhabutmal Shah and his relatives, to the extent of their shareholding interest, if any, in the Company, none of the Directors of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No. 2 & Item No 4 of the notice.

**Place: Mumbai**  
**Date: 03/09/2022**

**By order of the Board**  
**For S K S Textiles Limited**

**Sd/-**  
**Vicky Sukanraj Shah**  
**Managing Director**  
**(DIN: 00033963)**



## BOARD'S REPORT

Dear Shareholder,

The Directors of your Company are pleased to present 25<sup>th</sup> Annual Report together with the audited Financial Statement for the financial year ended on 31<sup>st</sup> March, 2022.

### 1. Financial Result

Particulars	31.03.2022	31.03.2021
Revenue from Operations	59,38,335	21,58,80,348
Other Income	70,57,518	1,14,83,214
<b>Total Revenue</b>	<b>1,29,95,853</b>	<b>22,73,63,561</b>
Less: Expenditure	12,95,64,538	91,13,88,018
<b>Profit before exceptional and extraordinary items and tax</b>	<b>(11,65,68,685)</b>	<b>(68,40,24,457)</b>
Exceptional Items/Extraordinary Items: Deferred Revenue Income	9,63,800	9,63,800
<b>Profit before Taxation</b>	<b>(11,56,04,885)</b>	<b>(68,30,60,657)</b>
Provisions for Taxation	-	-
Deferred Tax Liability	(9,39,569)	(1,03,99,924)
<b>Net Profit</b>	<b>(11,46,65,316)</b>	<b>(67,26,60,733)</b>

### 2. Financial Performance:

The Company has earned revenue from operation of Rs. 59,38,335 during the year ended on 31<sup>st</sup> March, 2022 as against Rs. 21,58,80,348 for the year ended on 31<sup>st</sup> March, 2021. The Company has also earned other income of Rs. 70,57,518 during the year under review as against Rs. 1,14,83,214 earned during the previous year.

The Net loss of the Company during the year under review of Rs. 11,46,65,316 as compared to Net Loss of Rs. 67,26,60,733 in the previous year.

### 3. Dividend

Since the Company is into heavy losses, hence, the Board of Directors of the Company has not recommended any dividend during the year under review.

### 4. Transfer to Reserves:

During the financial year, the Company was not statutorily required to transfer any amount to any reserves. The description of reserves and surplus are given in Note No. 4, forming part of financial statements.



## **5. Capital Structure of the Company:**

**Authorized Share Capital** -During the year under review, the Authorized Share Capital of the Company is Rs. 3,30,00,000 (Rupees Three Crores Thirty Lakhs Only) divided into 33,00,000 (Thirty Three Lakhs) Equity shares of Rs. 10/-

## **6. Classes of Shares:**

As on date, the Company has only one class of share capital i.e. Equity Shares of Rs. 10/- each.

## **7. Details of Subsidiary/Joint Ventures/Associate Companies:**

Since your Company is neither having any subsidiary or associate Company nor has entered into any joint ventures with any other Company.

## **8. Public Deposits**

During the financial year 2021-2022, your Company has not accepted any deposits within the meaning of section 73 & 74 of the Companies Act, 2013 read together with the Companies (Acceptance of Deposits) Rules, 2014.

## **9. Particulars of Loans, Guarantees or Investments**

The details relating to loans or guarantees or investments covered under the provisions of section 186 of the Companies Act, 2013 during the Financial Year forms part of the Financial Statement.

## **10. Secretarial Standard Of ICSI**

The Company has devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards issued by the Institute of Company Secretaries of India and such systems are adequate and operating effectively. During the year under review, the Company was in compliance with the Secretarial Standards (SS) i.e., SS -1 and SS - 2, relating to "Meetings of the Board of Directors" and "General Meetings", respectively.

## **11. Implementation Of Corporate Action**

During the year under review, the Company has not failed to implement any Corporate Actions within the specified time limit.

## **12. Conservation Of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:**

The particulars as required under the provisions of Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 in respect of conservation of



energy, technology absorption, foreign exchange earnings and outgo etc. are furnished in **Annexure I** which forms part of this Report.

### **13. Industrial Relations:**

During the year under review, your Company enjoyed cordial relationship with the workers and employees at all levels.

### **14. Directors And Key Managerial Personnel:**

#### **i. Appointment/Re-appointment of Directors and KMP:**

In compliance with the provisions of Sections 203 read with Rule 8 of companies (Appointment and remuneration) Rules, 2014 and other applicable provisions, if any, of the Companies Act, Ms. Khadija Zulfeqar Lokhandwala, was appointed as Company Secretary and the Compliance officer of your Company with effect from 22<sup>nd</sup> September, 2022. However she resigned for better opportunity and growth with effect from 8<sup>th</sup> July, 2022.

In accordance with the provisions of Section 152(6) of the Companies Act 2013 and in terms of Articles of Association Mr. Sukanraj Bhabutmal Shah (DIN: 00034157), Whole time Director of the Company will retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. The Board recommends his re-appointment.

Further, in accordance with the provisions of the Act and the Articles of Association, the Board of Directors and the Nomination and Remuneration Committee, approved re-appointment of Mr. Sukanraj Bhabutmal Shah for being re-appointed as Whole Time Director of the Company for a further period of 5 (five) years 9<sup>th</sup> August, 2022 upto 8<sup>th</sup> August, 2027, subject to approval of Shareholders at this Annual General Meeting.

#### **ii. Independent Directors**

The Independent Directors have submitted their declaration of independence, as required pursuant to the section 149(7) of the Companies Act, 2013 stating that they meet the criteria of independence as provided in section 149(6) of the companies Act, 2013

### **15. Composition of the Board**

The Board of Directors of S K S Textiles Limited is a balanced composition and optimum mix of executive and Non-Executive Directors. However as per the requirements of the provisions of Section 149(1) of the Companies Act, 2013 read with rule 3 of the Companies (Appointment and Qualification of Directors) Rules, 2014, the Company was required to appoint at least one



Women Director on the Board of the Company latest by 13th March, 2021, the Company could not comply with the same. However, the Company is in process of appointing the same.

They show active participation at the Board, which enhances the transparency and adds value to their decision making. The board of the Company is headed by an executive Chairman and a Managing Director.

The Chairman takes the strategic decisions, frames the policy guidelines and extends wholehearted support to Executive Directors, Business Heads and associates.

As at 31<sup>st</sup> March 2022, the Directors and Key Managerial Personnel of the Company consisted of the following:

S. no	Particulars	DIN/PAN	Designation
1.	Mr. Sukanraj Bhabutmal Shah	00034157	Promoter, Chairman & Whole time Director
2.	Mr. Vicky Sukanraj Shah	00033963	Promoter , Managing Director & Chief Financial Officer
3.	Mr. Mihir M Manek	07254045	Non - Executive Independent Director
4.	Mr. Nokhelal Duij Varma	08779260	Non - Executive Independent Director
5.	Ms. Khadija Zulfeqar Lokhandwala	AOYPL9872R	Company Secretary & Compliance Officer

## 16. Auditors

### a) Statutory Auditors

Pursuant to the provisions of Section 139 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 as amended from time to time, Board of Directors have recommended to re-appoint, subject to approval of Shareholders M/s. Bhatte & Co., Chartered Accountants, (FRN13109W), as Auditors of the Company for the second term of five years to hold office from the conclusion of the 25<sup>th</sup> Annual General Meeting till the conclusion of the 30<sup>th</sup> Annual General Meeting of the Company to be held in FY 2026-2027, to examine and audit the accounts of the Company at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Auditors."



## **Statutory Auditor's Report**

The Statutory Auditor's report dated 30<sup>th</sup> May, 2022 on the financial statements of the Company for FY 2021-22 is unmodified and does not have any reservations, qualifications or adverse remarks and, other remarks are self-explanatory.

### **Details in respect of frauds reported by auditors**

No fraud has been reported by the Auditors to the Audit Committee or the Board.

### **b) Secretarial Auditor:**

Pursuant to provisions of section 204 of the Companies Act, 2013 and Rules made thereunder, M/s Sherlyn Rebello & Associates, Company Secretaries has been appointed as Secretarial Auditor of the Company. A Secretarial Audit Report in Form MR-3 given by M/s Sherlyn Rebello & Associates for the Financial Year ended on 31st March, 2022 has been provided in Annexure -II which forms parts of this Directors Report.

However, the Secretarial Auditor of the Company has mentioned few Observations in its Report and the response of the management is as below:

<b>Sr. No</b>	<b>Auditors Observation</b>	<b>Management Reply</b>
1	Whereas in terms of the provisions of Section 149(1) of the Companies Act, 2013 read with rule 3 of the Companies (Appointment and Qualification of Directors) Rules, 2014, the Company was required to appoint at least one Women Director on the Board of the Company latest by 13th March, 2021, the Company could not comply with the same. However, the Company is in process of appointing the same.	The Company is in process of appointing the same.
2	Whereas in terms of the provisions of Section 203 of the Companies Act, 2013, the Company was required to appoint a Company Secretary within a period of six months from the date of vacancy. After resignation of CS Akriti Pathak w.e.f. 30th September 2020, the Company appointed a Company Secretary w.e.f. 22nd September 2021 and thus is in non-compliance of section 203 till	The Company was in process of finding suitable candidate to be appointed for the same. However the Company appointed Company Secretary w.e.f. 22 <sup>nd</sup> September, 2021





	22nd September 2021.	
3	Whereas as per Rule 6(6) of The Companies (Cost Records and Audit) Rules, 2014 'Every company covered under these rules shall, the Company was required to file Form CRA- 4 (Cost audit report for FY 2020-21). The Company has not filed the said form CRA-4 for FY 2020-21.	The Company is in a process of filing the same.

**c) Cost Auditor**

As per the requirement of Central Government and pursuant to Section 148 of the Companies Act, 2013, read with Companies (Cost Records and Audit) Rules, 2014 as amended from time to time, Cost Audit is not applicable for FY 2021-2022.

**d) Internal Auditor & Internal Audit Report**

The provisions of section 138 of Companies Act, 2013 is applicable to Company and Company has appointed M/s NNK & Co., Chartered Accountants, to carry out Internal Audit based on the recommendation of the Audit Committee.

**17. Details Of Frauds Reported By Auditors Under Sub-Section (12) Of Section 143 Of The Companies Act 2013, Other Than Those Which Are Reportable To The Central Government**

During the year under review, the Statutory Auditor and Secretarial Auditor have not reported any instances of frauds committed in the Company by its Officers or Employees, to the Audit Committee under Section 143(12) of the Act details of which needs to be mentioned in this Report.

**18. Weblink of Annual return**

The Company is having website [www.groupsk.in](http://www.groupsk.in) and annual return has been published on such website.

**19. Committees Of The Board**

There are currently three committees of the Board, as follows:

1. Audit Committee
2. Nomination & Remuneration Committee
3. Stakeholder's Relationship Committee

The Composition of the committees and relative compliances, are in line with the applicable provisions of the Companies Act, 2013 read with Rules and Listing Regulations. Details of term



of reference of the Committees, Committees' Membership and attendance at Meetings of the Committees are provided as follows:

## **20. Audit Committee:**

The Company has constituted an Audit Committee in accordance with Section 177(1) of the Companies Act, 2013. During the financial year 2021-2022 Four meeting of the Audit Committee was held on 30<sup>th</sup> June, 2021, 03<sup>rd</sup> September, 2021, 13<sup>th</sup> November, 2021, 11<sup>th</sup> February, 2022 the details of the composition of the committee and attendance at its meeting are set out in the following table:

S. No.	Name	Designation	Meeting Held during the tenure	Meeting attended
1.	Mr. Nokhelal Duij Varma	Chairman	4	4
2.	Mr. Mihir M Manek	Member	4	4
3.	Mr. Vicky Sukanraj Shah	Member	4	4

All the members of the Audit Committee are financially literate and have relevant accounting financial management expertise as required under the Companies Act, 2013 and Regulation 18 of the listing Regulations.

The primary objective of the Committee is to monitor and provide an effective supervision of the Management's financial reporting process, to ensure accurate and timely disclosures, with the highest level of transparency, integrity and quality of financial reporting and its Compliances with the legal and regulatory requirements. The committee oversees the work carried out in the financial reporting process by the Management and the Statutory Auditors and, note the process and safeguards employed by each of them.

## **Term of reference:**

The term of reference, role, powers, rights, authority and obligations of the Audit Committee are in conformity with the applicable provisions of the Companies Act, 2013 and Listing Obligation Requirements (including any statutory modification(s) or re-enactment or amendment thereof.

## **2. Nomination and remuneration Committee:**

The Company has formed Nomination and Remuneration Committee in line with provisions of Section 178 of the Companies Act 2013. During the year, the Committee meeting was held on 03/09/2021. The composition of the committee is given below:



S no.	Name	Designation
1.	Mr. Mihir M Manek	Chairman
2.	Mr. Nokhelal Duij Varma	Member
3.	Mr. Vicky Sukanraj Shah	Member

The Company has duly formulated and has in place the Nomination and remuneration Policy for appointment and remuneration of Directors, Key Managerial Personnel and Employees of the Company and as required under section 134 the same is available at the Company website [www.groupsk.in](http://www.groupsk.in). The policy formulated by Nomination and Remuneration Committee includes Director's appointment and remuneration including qualifications, positive attributes, independence of a director and other matters as specified under section 178(3) of the Companies act, 2013 and same was approved by the Board of Directors of the Company. All statutorily policies of the Company are available on the website of the Company for investor's reference.

### 3. Stakeholders Relationship Committee-

The Company has constituted Stakeholder's Grievance & Relationship Committee mainly to focus on the redressal of shareholders'/Investors Grievance, if any, like Transfer/Transmission/Demat of shares, Loss of Certificates; Non-Receipt of Annual Report; Dividend Warrants etc. During the year, the Committee met on 30<sup>th</sup> June, 2021, 03<sup>rd</sup> September, 2021, 13<sup>th</sup> November, 2021, 11<sup>th</sup> February, 2022. The composition of the committee is given below:

S no.	Name	Designation
1.	Mr. Mihir M Manek	Chairman
2.	Mr. Vicky Sukanraj Shah	Member
3.	Mr. Nokhelal Duij Varma	Member

### Details of Shareholders' Complaints Received, Solved and Pending as on March 31, 2022

The Company expresses satisfaction with the Company's performance in dealing with investor grievance. The Company has not received any complaints during the year under review. Hence, there were no complaints outstanding as on March 31, 2022.

### 21. Declaration of Independency by Independent Director

The Independent Directors have given their declarations under Section 149(6) and Section 149(7) of the Companies Act, 2013 and the rules made there under. The Independent Directors fulfill the conditions relating to their status as an Independent Director as specified in Section 149 of the Act and the Regulation 16(b) of the Listing Regulations.

**22. Familiarization programmer for Independent Director:**

The Company proactively keeps its Directors informed of the activities of the Company, it's Management and operations and provides an overall industry perspective as well as issues being faced by the industry.

**23. Board Evaluation:**

Pursuant to the Provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the performance evaluation of the chairman and Non-Independent Directors was carried out by the Independent Directors in their separate Meeting who also reviewed the performance of the Board as whole.

The Nomination and Remuneration Committee has defined the evaluation criteria, procedure for the performance evaluation of the Board of Directors

The Board's functioning was evaluated on various aspects, including inter alia degree of fulfillment of key responsibilities, Board structure and Composition, effectiveness of Board process, information and functioning.

The Directors were evaluated on aspects such as attendance and contribution at Board/Committee Meeting and guidance /support to the Management outside Board/Committee Meetings. In addition, the Chairman was also evaluated on key aspects of his role, including setting the strategic agenda of the Board, encouraging active engagement of all Board Members.

Evaluation of Independent Directors was done by the entire Board, excluding the director being evaluated.

**24. Whistle Blower Policy/Vigil Mechanism:**

The Company promotes ethical behaviors in all its business activities and has put in place a mechanism of reporting illegal or unethical behavior. The Company has a whistle blower policy wherein the directors and employees are free to report violations of law, rules, regulations or unethical conduct, actual or suspected fraud to their immediate supervisor and also have been provided direct access to the chairman of the Audit Committee in exceptional cases or such other persons as may be notified by the Board. The confidentiality of those reporting violations is maintained and they are not subjected to any discriminatory practice.

The Whistle Blower Policy of the Company is also available on the website of the Company at the link [www.groupsks.in](http://www.groupsks.in)

**25. Prevention of Insider Trading:**

The board of Directors has adopted the Insider Trading Policy in accordance with the requirement of the Securities & Exchange Board of India (Prohibition of Insider Trading) Regulation, 2015. The Insider Trading Policy of the Company lays down guidelines and procedures to be followed and disclosures to be made while dealing with shares of the Company as well as consequences of violation. The Policy has been formulated to regulate, monitor and ensure reporting of deals by employees and to maintain the highest ethical standard of dealing in the Company's Shares.

The insider trading Policy of the Company covering the code of practices and procedures for fair disclosures of unpublished price sensitive information and code of conduct for the prevention of Insider Trading is available on the website [www.groupsk.in](http://www.groupsk.in).

**26. Risk Management Policy:**

In line with regulatory requirements, the Company has framed risk management policy to identify and access with the regulatory risk areas and a risk mitigation process. A detailed exercise is being carried out at regular interval to identify, evaluate, manage and monitor all business risks. The Board periodically reviews the risks and suggests steps to be taken to control and mitigate the same through a properly defined framework.

**27. Disclosure under the Sexual Harassment of women at a Workplace (Prevention, Prohibition and Redressal), Act 2013**

The Company is committed to provide a healthy environment to all the employees and thus does not tolerate any sexual harassment at workplace. The Company has in place, "Policy on Prevention, Prohibition and Redressal of Sexual Harassment." The policy aims to provide protection to employees at the workplace and preventing and redressing complaints of sexual harassment and it covers matters connected or incidental thereto. The Company has complied with the 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 not received any complaint of sexual harassment during the financial year 2021-22.

**28. Details of application made or proceeding pending under Insolvency and Bankruptcy Code, 2016**

During the year under review, following was pending under the Insolvency Bankruptcy Code, 2016:

Sr. No.	Case No.	Party Name	Status as on date
1	C.P. (IB) - 799/2021	DBS Bank India Ltd VS	Reserved for orders



		S.K.S Textiles Ltd	
2	C.P. (IB) - 459/2021	Shri Mahalaxmi Textiles VS S K S Textiles Limited	The CP is rejected for want of minimum threshold limit as per the MCA notification.
3	C.P. (IB) - 413/2021	Trimurti Textiles VS SKS Textiles Limited	Next Hearing date 04-10-2022

### **29. Details Of Difference between valuation amount on one time settlement and valuation while availing loan from Banks And Financial Institutions**

During the year under review, there has been no one time settlement of Loans taken from Banks and Financial Institutions.

### **30. Corporate Governance:**

As per regulation 15(2) of the Listing Regulations, the compliance with the Corporate Governance provision shall not be applicable in respect of the following cases of companies:

- Listed Entity having paid - up equity share capital not exceeding Rs. 10 crores and net worth not exceeding Rs. 25 crores, as on the last day of the previous financial year;
- Listed entity which has listed its specified securities on the SME Exchange.

Since, our Company falls in the ambit of aforesaid (b); hence compliance with the provisions of Corporate Governance shall not apply to the Company and it also does not form part of the Annual Report for the financial year 2021-22.

### **31. Corporate Social Responsibility:**

As per Section 135 and applicable Rules of the Companies Act 2013, every company having Net Worth of Rs. 500 Crores or more or Turnover of Rs.1000 Crores or Net Profit of Rs. 5 Crores or more during any FY will be required to constitute CSR Committee of Board consisting 3 or more directors and at least 1 out these shall be Independent Director.

Since, our Company does not falls in the ambit of aforesaid; hence compliance with the provisions of Corporate Social Responsibility does not to apply to the Company and thus disclosure related to CSR does not form part of Annual Report for the financial year 2021-22.

### **32. Code of Conduct**

The board of directors of the Company has laid down a Code of Conduct for all the Board Members and senior Management Personnel of the Company. The Board Members and the Senior Management personnel have to affirm compliance with the code for the year 2021-22. The said code of conduct has been posted on the website of the Company. A declaration to this effect is annexed and forms part of this report.



### **33. Meetings of the Board:**

During the year, five meetings of the Board of Directors were convened and held on the following dates as mentioned in the table given below:

<b>S no.</b>	<b>Date of Meeting</b>	<b>Board Strength</b>	<b>No. of Director's Present</b>
1.	30.06.2021	4	4
2.	03.09.2021	4	4
3.	22.09.2021	4	4
4.	13.11.2021	4	4
5.	11.02.2022	4	4

### **34. Particulars of contracts or arrangements with related parties.**

The Company does not have any contract or arrangement or transaction with related party in terms of Section 188 of the Companies Act, 2013. Hence, the disclosure required to be provided under Section 134(3) (h) of the Companies Act, 2013, in Form AOC - 2 is not applicable and need not be furnished.

The Disclosures as required under Accounting Standard - 18 (AS-18) "Related Party Disclosures" notified under Rule 7 of the Companies (Accounts) Rules, 2014 have been provided in point no. 35 of Notes forming part of the Financial Statements.

### **35. Material Changes and commitments, if any, affecting the financial Position of the Company which have occurred between the end of the Financial Year of the Company to which the Financial Statements Relate and the date of Report.**

There are no material changes during the year.

The Company has shifted its Registered office to H No. 1246/1K, GALA: 1-9, 1st Floor, Bldg B-4, Prithvi Complex, Kalher Village Thane, 421 302

### **36. Particulars of employees:**

During the year under report, none of the employees of the Company was in receipt of remuneration for any part of the year, in excess of the amount of remuneration prescribed in section 197 of the Companies Act 2013 read with Rule 5(2) and Rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended up to date.

The information required under section 197 of the act read with Rule 5(1) of the companies (Appointment and Remuneration) Rules, 2014 is annexed as Annexure III and forms a part of this report.



**37. Internal Finance control**

The Company has in place adequate internal financial controls with reference to the Financial Statements. The Audit Committee of the Board reviews the internal control systems, the adequacy of internal audit function and significant internal audit findings with the management, Internal Auditors and Statutory Auditors.

**38. Management Discussion Analysis Report**

The operations of the Company are reviewed in a detailed report on the Management Discussions and Analysis Report is provided as a separate section in the Annual Report which forms the part of the Board Report as Annexure V.

**39. Certification from Chief Financial Officer /Chief Executive Officer of the Company:**

The Company has obtained a compliance certificate in accordance with Regulation 17(8) of listing Regulations from Mr. Vicky Sukanraj Shah, Chief Financial Officer and Managing Director of the Company. The same forms a part of this Annual Report.

**40. Insurance:**

All assets of the Company including inventories, building, plant and machineries are adequately insured.

**41. Directors' Responsibility Statement**

Pursuant to Section 134(5) of the Companies Act, 2013, the Directors, based on the representations received from the operating management and after due enquiry, confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) they had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 31st March, 2022 and of the profit and loss of the Company for that period;
- (c) they 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;
- (d) they had prepared the annual accounts on a going concern basis;
- (e) they had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- (f) they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.





#### **42. Share Transfer System**

All share transfer, dematerialization and related work is managed by Link Intime India Pvt. Ltd. C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai-400083 Shareholders are requested to send all share transfer requests, demat/remat requests, correspondence relating to shares i.e. change of address, Power of Attorney, etc. to the registrar and transfer agents.

#### **43. Share Capital Audit**

As stipulated by Securities and Exchange Board of India (SEBI), Mr. Mayank Arora, Proprietor of M/s. Mayank Arora & Co., Practicing Company Secretaries carried out the Share Capital Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL), Central Depository Services (India) Limited (CDSL) and shares held physically as per the register of members and the total issued and listed capital as on March 31, 2022.

#### **44. Investors Correspondence**

Link Intime India Pvt. Ltd. C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai-400083

**Phone:** +91 22 4918 6000 **Fax No:** +91 22 8512885 **Email-id:** mumbai@linkintime.co.in **Website:** [www.linkintime.co.in](http://www.linkintime.co.in)

#### **45. Appreciation and Acknowledgement:**

Your Directors would like to express their appreciation for the assistance and co-operation received from the Banks, customers, business associates and members during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed services by the executives, employees, staff and workers of the Company.

**For and on behalf of the Board**

Sd/-  
**Vicky Sukanraj Shah**  
**Managing Director**  
**DIN: 00033963**  
**Date: 30/05/2022**  
**Place: Mumbai**

Sd/-  
**Sukanraj Bhabutaml Shah**  
**Whole time Director**  
**DIN: 00034157**



### Annexure I

#### Conservation of Energy & Technology Absorption

Information pursuant to the section 134(3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 and forming a part

	Particulars	Remarks
1.	Conservation of energy	
		Your Company took many initiatives to reduce the electricity consumption through productivity increase. Your Company has focused on productivity so that unit consumption per unit is reduced
A	The steps taken or impact on Conservation of Energy	
	Process Optimization and automation	
	Optimization of Electrical Equipment	
	Lighting	
	Other key initiative for energy conservation	
B.	The steps taken by the Company for utilizing alternate source of energy	
C.	The capital investment on energy conservation equipment	
2.	Technology Absorption	
a.	The efforts made by the Company towards technology absorption	The Company has no activity relating to technology absorption. The Company has not imported technology during the last three years.
b.	The benefits derived like product improvement, cost reduction, product development or import substitution	
C	In case of imported technology(imported during the last three years reckoned from the beginning of the Financial Year)	
d.	The expenditure incurred on Research and Development	
3.	Foreign Exchange Earnings and outgo	Not Applicable

For and on behalf of the Board

Sd/-  
Vicky Sukanraj Shah  
Managing Director  
DIN: 00033963  
Date: 30/05/2022  
Place: Mumbai

Sd/-  
Sukanraj Bhabutaml Shah  
Whole time Director  
DIN: 00034157



**Annexure-II**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2022**  
**[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,**  
**S K S TEXTILES LIMITED**

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

We have conducted online verification and examination of records of the papers, minute books, forms, returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022, as facilitated by the Company. No physical verification of any document / record was possible. Based on our examination as aforesaid 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, 2022, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

The Audit has been conducted for the financial year ended on 31st March, 2022 in accordance with the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;



- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
- a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR")
  - b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - d) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - e) The Securities and Exchange Board of India (Share Based Employee Benefit) Regulation, 2014; - **Not applicable as the Company has not issued ESOPs.**
  - f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; - **Not applicable as the Company has not listed its Debt Securities.**
  - g) Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;
  - h) 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; - **Not applicable as the Company is not registered as Registrar to an issue and Share Transfer Agent during the financial year under review.**
  - i) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; - **Not applicable as the Company has not delisted its equity shares from any Stock Exchange during the financial year under review and**
  - j) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; - **Not applicable to the Company during the financial year under review**
- vi. We have also examined the compliances of the provisions of the following other laws applicable specifically to the Company wherein we have also relied on the compliance certificates issued by the head of the respective departments in addition to the examination of relevant documents and records on test - check basis carried out by us:
- 1. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India.
- ii. The Uniform Listing Agreement entered into by the Company with National Stock Exchange of India Limited (NSE). The Company is listed on SME Emerge Platform of National Stock Exchange of India Limited.



During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above except to the Observations as mentioned below:

1. *Whereas in terms of the provisions of Section 149(1) of the Companies Act, 2013 read with rule 3 of the Companies (Appointment and Qualification of Directors) Rules, 2014, the Company was required to appoint at least one Women Director on the Board of the Company latest by 13th March, 2021, the Company could not comply with the same. However, the Company is in process of appointing the same.*
2. *Whereas in terms of the provisions of Section 203 of the Companies Act, 2013, the Company was required to appoint a Company Secretary within a period of six months from the date of vacancy. After resignation of CS Akriti Pathak w.e.f. 30th September 2020, the Company appointed a Company Secretary w.e.f. 22nd September 2021 and thus is in non compliance of section 203 till 22nd September 2021.*
3. *Whereas as per Rule 6(6) of The Companies (Cost Records and Audit) Rules, 2014 'Every company covered under these rules shall, the Company was required to file Form CRA-4 (Cost audit report for FY 2020-21). The Company has not filed the said form CRA-4 for FY 2020-21.*

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors, *except that the Company does not currently have a Woman Director*. The changes in the composition of Board took place during the year under review were carried out in compliance of the provisions of Act and SEBI LODR.

Adequate notice is given to all Directors for the Board Meetings. Agenda and detailed notes on agenda were, in most cases, 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. Consent of the Board of Directors was obtained in cases where Meetings were scheduled by giving notice or agenda papers less than seven days.

Majority of the decisions are carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes. As per the minutes of the meetings duly recorded and signed by the Chairman, the decision of the Board was unanimous and there were no dissenting views communicated by the Directors.

**We further report that:**

There are adequate systems and processes in the Company commensurate with the size and the operations of the Company to monitor and ensure compliance with the applicable laws, rules,



regulations and guidelines. We feel that the Company should provide a better system of maintaining the structured digital database as required under Regulation 3(5) of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.

**We further report that;** during the period under review:

- i. CS Khadija Zulfeqar Lokhandwala was appointed as the Company Secretary and compliance officer w.e.f. 22nd September 2021.

**For Sherlyn Rebello & Associates  
Company Secretaries**

**Sherlyn Rebello  
Proprietor**

**FCS No. 11165**

**COP No. 16401**

**PR: 1043/2020**

**UDIN: F011165D000665610**

**Place: Mumbai**

**Date: 21/07/2022**

**This report is to be read with our letter which is annexed as Annexure A and forms an integral part of this report.**



**'Annexure A'**

**To,  
The Members,  
S K S Textiles Limited**

Our report is to be read along with this letter.

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

**For Sherlyn Rebello & Associates  
Company Secretaries**

**Sherlyn Rebello  
Proprietor  
FCS No. 11165  
COP No. 16401  
PR: 1043/2020  
UDIN: F011165D000665610**

**Place: Mumbai  
Date: 21/07/2022**



### Annexure III

**(Statement of Disclosure of Remuneration under section 197 (12) of the Companies Act, 2013 read with Rule 5(1) of Companies (Appointment of Remuneration of Managerial Remuneration) Rules, 2014)**

i. Ratio of remuneration of each director to the median remuneration of the Employee of the Company for the Financial Year 2021-22

S No.	Name	Category	Remuneration	Median Remuneration	Ratio
1.	Mr. Vicky Sukanraj Shah	Managing Director	Nil	2,43,115	-
2.	Mr. Sukanraj Bhabutmal Shah	Whole Time Director	Nil	2,43,115	-

*Note: For this purpose, sitting fees paid to Directors have not been considered as remuneration. Remuneration of employees is taken on proportionate basis of their tenure.*

ii. the percentage of increase in remuneration of each director, Chief financial officer, chief executive officer, Company secretary or Manager, if any in the F.Y. 2021-22:

S No.	Name	Category	%
1.	Mr. Vicky Sukanraj Shah	Managing Director/ Chief Financial Officer	(100%)
2.	Mr. Sukanraj Bhabutmal Shah	Whole Time Director	(100%)
3.	Khadija Zulfeqar Lokhandwala	Company Secretary	-

The median remuneration of the employees of the Company as on 31<sup>st</sup> March, 2022 was Rs. 243,115/-

iii. the percentage increase in the median remuneration of employees in F.Y. 2022 stood at 17.72%

iv. no. of permanent employees of the Company : 4

v. average percentage increase already made in the salaries of employees other than the managerial remuneration in comparison with the last financial year : -

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

**It is affirmed that the remuneration paid to Directors, Key Managerial Personnel and other senior management is as per the remuneration policy of the Company.**





vii. Disclosure under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

**There are no employees appointed by the Company who were in receipt of remuneration of Rs. 1.20 Crores or more per Annum employed throughout the year and Rs. 8.50 Lakhs or more Per Month employed for part of the year. Hence the Disclosure under Rule 5(2) is not applicable.**

Having regard to the provisions of the second proviso to Section 136(1) of the Act, the Annual Report excluding the names of top ten employees in terms of remuneration drawn is being sent to the members of the Company. The said information is available for inspection at the registered office of the Company during business hours on working days upto the date of ensuing Annual General Meeting and shall also be made available on the website of the Company post AGM. Any member interested in obtaining such information may write to the Company Secretary and the same will be furnished on request.

**For and on behalf of the Board**

**Sd/-**  
**Vicky Sukanraj Shah**  
**Managing Director**  
**DIN: 00033963**  
**Date: 30/05/2022**  
**Place: Mumbai**

**Sd/-**  
**Sukanraj Bhabutaml Shah**  
**Whole time Director**  
**DIN: 00034157**



## **Annexure IV**

### **MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

The Management of S K S Textiles Limited is presenting the Management Discussion and Analysis Report covering the operations and financial performance of the Company for the financial year 2021-22. The Company is engaged in manufacturing and trading of grey fabrics and finished fabrics for shirting, suiting and other accessories for its own brand and also outsourcing basis for other fabric/garment companies.

#### **INDUSTRY STRUCTURE & DEVELOPMENT:**

India's textile industry is one of the Economy's largest. In 2000/01, the textile and garment industries accounted for about 4 percent of GDP, 14 percent of industrial output, 18 percent of industrial employment, and 27 percent of export earnings (Hashim). India's textile industry is also significant in a global context, ranking second to China in the production of both cotton yarn and fabric and fifth in the production of synthetic fibers and yarns.

#### **OUTLOOK**

The Indian textile industry has a potential to double itself in size over the next 6-7 years, Government has been overall supportive in encouraging textile industry in India. Textile and garment industry has been included in list of 25 sectors of "Make in India" initiative of the Government of India. With the right Government policies, we believe that the Indian Textile Industry is well poised to benefit from the large opportunity offered in the domestic and export market. Under the "Make in India" initiative, investment opportunities for foreign companies and entrepreneurs are available across the entire value chain of synthetic, value -added and specialty fabrics, fabric processing set ups for all kinds of natural and synthetic textiles, technical textiles, garments and retail brands.

#### **COMPETITION**

The industry in which we operate is highly competitive and fragmented. Competition emerges from small as well as big players in the textile industry. The organized players in the industry compete with each by providing high quality-time bound products and value added services. We have a number of competitors offering services similar to us. We believe the principal elements of Competition in textile industry are price, fabric quality, timely delivery and reliability. We compete against our competitors by establishing ourselves as a designer based manufacturing unit with industry expertise in blending, dyeing and printing which enables us to



provide our clients with innovative designs suitable to current fashion and market requirements.

## **SWOT ANALYSIS OF INDIAN TEXTILE:**

India's textile industry is one of the world's leading textile industries. Few years back, this industry came under the unorganized sector, but this scene got completely revolutionized after the Indian economy's liberalization. Right after liberalization, the textile industry in India got the much-needed push, and today it is counted as one of the largest industries in the world. Till date, only China is one nation that could match up to the competitiveness of the Indian textile industry.

### **Strengths**

- The Indian textile industry is autonomous and self-governing.
- There is easy availability of low cost and proficient manpower that contributes extensively in the growth of the industry.
- Raw material is easily accessible – this acts as a major contributing factor in controlling the costs and minimizes the operational effort.
- The economy is growing rapidly and one can observe a potential international and domestic market.
- The fiber industry is growing at a rapid speed as large varieties of cotton fiber are available easily.
- The industry has an added advantage of having numerous segments which help in the provision of a huge variety of products.

### **Weaknesses**

- The textile industry of India is one of the highly disintegrated industries
- Heavy losses
- Heavy Financial Burden
- Few segments of this industry are not highly productive.
- There is a huge dependency of the industry on cotton.
- The mill segment is gradually declining.
- Labour laws are not very favorable.
- The power and interest rates, and indirect taxes are high.
- The act of generating economies of scale lacks.

### **Opportunities**

- The textile industry records an annual growth of around 6-8%.
- A shift towards the market of branded ready-made garment is being observed.



- More number of emerging malls and retail industries are providing opportunities to industry's segments like handicrafts and apparels.
- There is a provision of more FDI and investment opportunities.
- Withdrawal of quota restriction is contributing immensely in market development.
- The global needs are being catered with product development.
- An upsurge in the purchasing power and disposable income of Indian customers has opened room for new market development.

#### **Threats**

- Competing with other progressing countries like China.
- Striking a balance between the quality and price of products.
- Satisfying the demands of people all across the globe and at the same time, steadily improving the quality of the products.
- Striking a balance between demand and supply.
- Environmental and international labour laws.
- Removal of quota system will fluctuate the export demand.

#### **SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE:**

The Company is engaged in the business of manufacturing and sale of textile accordingly this is the only single reportable segment.

#### **INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY:**

Your Company has an effective internal control and risk-mitigation system, which are constantly assessed and strengthened with new/revised standard operating procedures. The Company's internal control system is commensurate with its size, scale and complexities of its operations. The internal and operational audit is entrusted to N N K & CO. a reputed firm of Chartered Accountants. The main thrust of internal audit is to test and review controls, appraisal of risks and business processes, besides benchmarking controls with best practices in the industry. The Audit Committee of the Board of Directors actively reviews the adequacy and effectiveness of the internal control systems and suggests improvements to strengthen the same.

The Company has a robust Management Information System, which is an integral part of the control mechanism. The Audit Committee of the Board of Directors, Statutory Auditors and the Business Heads are periodically apprised of the internal audit findings and corrective actions taken. Audit plays a key role in providing assurance to the Board of Directors. Significant audit observations and corrective actions taken by the management are presented to the Audit Committee of the Board. To maintain its objectivity and independence, the Internal Audit function reports to the Chairman of the Audit Committee.

**ENVIRONMENT AND SAFETY:**

The Company is conscious of the importance of environmentally clean and safe operations. The Company's policy requires conduct of operations in such a manner, so as to ensure safety of all concerned, compliances of environmental regulations and preservation of natural resources.

**HUMAN RESOURCES AND INDUSTRIAL RELATIONS:**

Your Company has team of qualified and dedicated personnel who have contributed to the consolidation of the operations of your Company. Your Company's industrial relations continued to be harmonious during the year under review. Your Company has succeeded in attracting and retaining key professional and intends to continue to seek fresh talents to further enhance and grow our business.

**CAUTIONERY STATEMENT:**

Statement in this report describing the Company's objective, expectations or predictions may be forward looking statements within the meaning of applicable securities laws and regulations. Actual result may differ materially from those expressed in the statements. Important factors that could influence the Company's operations include economic conditions affecting demand / supply price condition in the domestic markets in which the Company operates, changes in the government regulations, tax laws and other statutes and other incidental factors.



**COMPLIANCE CERTIFICATE IN TERMS OF REGULATION 17 (8) OF SEBI (LISTING  
OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015**

To,  
**The Board of Directors**  
**S K S Textiles Limited**

I, the undersigned in my capacity as the Managing Director and Chief Financial Officer of S K S Textiles Limited ('the company'), to the best of my knowledge and belief, certify that:

- i. I have reviewed the financial statements and Cash Flow Statement for the year ended 31st March, 2022 and based on my knowledge and belief.
  - ii. These statements do not contain any materially untrue statements or omit any material fact or contain statements that might be misleading.
  - iii. These statements together presents a true and fair view of the Company's affair and are in compliance with existing Accounting Standards, applicable laws and Regulations.
- a. I further state that to the best of knowledge and belief, there are no transactions entered into by the Company during the year which are fraudulent, illegal or violative of Company's Code of Conduct.
- b. I am responsible for establishing and maintaining internal controls for financial reporting and I have evaluated the effectiveness of the Internal Control System of the Company pertaining to financial reporting and I have not come across any reportable deficiencies in the design or operation of such controls.

I have indicated to the Auditors and Audit Committee:

- 1. Significant changes, if any, in internal control over financial reporting during the year;
- 2. Significant changes, if any, in the accounting policies made during the year and that the same have been disclosed in the notes to the financial statements; and
- 3. Instances of significant fraud of which I have become aware and involvement therein, if any, of the management or an Employee having significant role in the Company's internal control system over financial reporting.

**For and on behalf of Board of Directors**

Sd/-  
**Vicky Sukanraj Shah**  
**(Managing Director and CFO)**  
**Place: Mumbai**  
**Date: 30/05/2022**



## **CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

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

To,

The Members,

**S K S TEXTILES LIMITED**

H No. 1246/1K, GALA: 1-9, 1st Floor, Bldg B-4,

Prithvi Complex, Kalher Village

Thane - 421 302

In my opinion and to the best of my information, verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) and according to our examination of the relevant records and information provided by **SKS TEXTILE LIMITED** ("the Company") and based on representation made by the Management of the Company for the period from 1st April, 2021 to 31st March, 2022 for the purpose of issuing a Certificate as per Regulation 34(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the LODR Regulations") read with Part C of Schedule V of the LODR Regulations, I hereby certify that NONE of the directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India or Ministry of Corporate Affairs or any such statutory authority for the period as on 31st March, 2022.

Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For Mayank Arora & Co,  
Company Secretaries**

**SD/-**

**Mayank Arora**

**Proprietor**

**Membership No.: F10378**

**COP No.: 13609**

**Place: Mumbai**

**Date: 17/08/2022**

**UDIN: F010378D000804204**



**Declaration on adherence to the Code of Conduct under Regulation 34 (3) and 53 (f) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

As provided under Regulation 34 (3) and 53 (f) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 with the Stock Exchanges, this is to confirm that all the Members of the Board and the Senior Management have affirmed compliance with the Code of Conduct for the year ended 31st March, 2022.

**For and on behalf of the Board**

**Sd/-**  
**Vicky Sukanraj Shah**  
**Managing Director**  
**DIN: 00033963**

**Sd/-**  
**Sukanraj Bhabutam Shah**  
**Whole time Director**  
**DIN: 00034157**



## **INDEPENDENT AUDITOR'S REPORT**

### **Independent Auditor's Report on the Standalone Quarterly and Year to date Audited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

#### **Independent Auditors Report**

**To**

**The Board of Directors**

**M/s. SKS Textiles Limited**

#### **Report on the audit of the Standalone Annual Financial Results**

#### **Opinion**

We have audited the accompanying annual financial results of M/s. **SKS Textiles Limited** (the company) (hereinafter referred to as the "Company") for the quarter and year ended March 31, 2021, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:

- I. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- II. Give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the **net profit** and other comprehensive income and other financial information for the quarter and year ended March 31, 2022.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results 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 obtained, is sufficient and appropriate to provide a basis for our opinion on the annual financial result.

Based on our review conducted as above and subject to para “a”, stated below and notes appended to financial result, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the applicable Indian Accounting Standards (Ind-AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued there under and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 read with SEBI Circular no. CIR/CFD/FAC/62/2016 dated 5th July, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

### **Emphasis of Matter**

1. We draw attention to note no. 34A to the statements wherein it is stated by the company that “pursuant to outbreak of corona virus pandemic (covid-19), which developed rapidly into a global crisis and led to a significant impact on the global financial markets and an overall decline in the economic activities all across the world including resultant lockdowns by the governments. The company has used the principles of prudence in applying judgments, estimates and assumptions to assess the potential impact of covid-19 based on prevailing circumstances and expects no significant impact on the continuity of its operations or recoverability of its financial assets or meeting its due liabilities, on long term basis. However, due to the uncertainties associated with the pandemic, the actual impact may not be in line with current estimates and the company will continue to closely monitor any changes to the estimates on the basis of future economic conditions.”

2. We draw your attention to note no. 34A of the financial statements for the year ended March 31, 2022 which states that the “Company has filed the legal cases against the major debtors from whom the outstanding receivable amount as on March 31, 2022. All these legal cases are going on as on date of this report and accordingly, Company will monitor these balances on a regular basis based on the proceedings of legal cases.”

Company’s sales has impacted largely; has incurred net loss during the current year and recoverability of receivables are not certain, considering ongoing legal actions. In absence of

sufficient appropriate audit evidence regarding confirm status from the concerned parties, we are unable to comment over the recoverability for the same.

Balances of trade payables, trade receivables, advances received, advances given, GST Liabilities and Income tax (net of Liabilities) are subject to reconciliation and confirmation.

### **Management's and Board of Directors' Responsibilities for the Annual Financial Results**

These standalone annual financial results have been prepared on the basis of standalone the annual financial statement.

The Company's Management and the Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principal generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone annual financial results, the Management and the Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance,

but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone annual financial results.

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

- Identify and assess the risks of material misstatement of the standalone annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) of the Act, we are responsible for expressing our opinion through separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on are required to draw attention in our auditor's report to the related disclosures in the annual financial results or, if such disclosures are adequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to date of our auditor's report. However, future events or conditions may cause the Company to ease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone annual financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

#### **Other Matter**

The annual financial results includes the result for the quarter ended March 31, 2022 being the balancing figure between the audited figure in respect of the full financial year March 31, 2022 and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to a limited review by us.

**FOR BHATTER & COMPANY**

**CHARTERED ACCOUNTANTS**

**FRN: 131092W**

**UDIN : 22016937AJXBGR3868**

**MR.DAULAL BHATTER**

**PROPRIETOR**

**MEM NO. : 0169734**

**Place: Mumbai**

**Date: 30/05/2022**

## **“Annexure A” to the Independent Auditor’s Report**

ANNEXED REFERRED TO PARAGRAPH 1 UNDER THE HEADING ‘REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS’ OF OUR REPORT OF EVEN DATE ON THE FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2022 OF **“SKS TEXTILES LIMITED”**. ON THE BASIS OF SUCH CHECKS AS WE CONSIDER APPROPRIATE AND IN THE INFORMATION AND EXPLANATION GIVEN TO US, WE STATE THAT:

1. The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets. The Fixed Assets have been physically verified by the management periodically in a phased manner and no material discrepancies have been noticed on physical verification as confirmed by the management. Company do not have any immovable property
2. a) The Inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.  
  
b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.  
  
c) The Company is maintaining proper records of the inventory.
3. The Company has not granted loans to parties covered in the register maintained under Section 189 of the Act. (Previous year Rs. NIL/-). Further, the Company has not taken loan from any party covered in the register maintained under Section 189 of the Act.
4. In Our opinion and according to the information and explanation given to us, the company has not advanced any loan, given any guarantee or provided any security to any person specified under section 185 of the Act and the company has not made investment through not more than two layers of investment companies as specified under section 186(1) and the company has not given any loan, to any person or other body corporate; given any guarantee or provided security in connection with a loan to any other body corporate or person as specified under section 186(2).
5. In Our opinion and according to the information and explanation given to us, the company has not accepted deposits from the public to which provision of Section 73 to Section 76 of the Companies Act, 2013 or any other relevant provisions of the companies Act and the rules framed thereunder, where applicable except from directors and relatives of directors of the company.
6. According to the information and explanation given to us, the Company has maintained proper cost records as specified under section 148 (1) of the Companies Act, 2013.
7. According to the information and explanation given to us and on the basis of our examination of the books of accounts, the Company is regular in depositing undisputed statutory dues including Provident fund, Employees state insurance, Income Tax, Sales Tax and other statutory dues with the appropriate authorities.
8. The Company has not defaulted in repayment of dues of Financial Institution or banks Debenture holders.

9. According to the information and explanation given to us, the company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loan during the year. Hence the provision of para 3 ix of the order are not applicable.
10. Based upon the audit procedures performed and on the basis of information and explanation provided by the management, we report that no fraud, on or by the Company has been noticed or reported during the year
11. Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
12. As per information and records available with us, the company is not Nidhi Company.
13. As per the information and explanation given to us, all transactions entered into by the Company with the related parties are in compliance with Sections 188 of Act, where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
14. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Therefore, the provisions of Paragraph 3(xiv) of the Order are not applicable to the Company.
15. The Company has not entered into any non cash transactions with directors or persons connected with him. Therefore, the provisions of Paragraph 3(xv) of the Order are not applicable to the Company.
16. Based on the information and explanation given to us the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

**FOR BHATTER & COMPANY**  
**CHARTERED ACCOUNTANTS**  
**FRN: 131092W**  
**UDIN : 22016937AJXBGR3868**

**MR.DAULAL BHATTER**  
**PROPRIETOR**  
**MEM NO. : 016937**  
**Place: MUMBAI**  
**Date: 30/05/2022**

**“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of  
SKS TEXTILES LIMITED**

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2022 we have audited the internal financial controls over financial reporting of **SKS TEXTILES LIMITED**. (“the Company”) which is a Company incorporated in India, as of that date.

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

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

**Auditors’ Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial



controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

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

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that;

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

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

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

**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, 2022, 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.

**FOR BHATTER & COMPANY**  
**CHARTERED ACCOUNTANTS**  
**FRN: 131092W**  
**UDIN : 22016937AJXBGR3868**

**MR.DAULAL BHATTER**  
**PROPRIETOR**  
**MEM NO. : 016937**

**Place: MUMBAI**  
**Date: 30/05/2022**

**S K S TEXTILES LIMITED**

**BALANCE SHEET AS AT 31 ST MARCH, 2022**

Particulars	Sch. No.	As at 31st March,2022	As at 31st March,2021
<b>I. EQUITY AND LIABILITIES</b>		Rs	Rs
<b><u>(1) Shareholder's Funds</u></b>			
(a) Share Capital	3	3,25,94,370	3,25,94,370
(b) Reserves and Surplus	4	(52,86,88,066)	(41,30,58,951)
(c) Money received against share warrants			
<b><u>(2) DEFERRED REVENUE INCOME</u></b>		-	-
<b><u>(3) Non-Current Liabilities</u></b>			
(a) Long-Term Borrowings	5	10,79,69,668	10,70,50,649
(b) Deferred Tax Liabilities (Net)		88,57,357	97,96,926
(c) Other Long Term Liabilities	6	41,12,000	22,85,000
(d) Long Term Provisions	7	9,27,164	9,27,164
<b><u>(4) Current Liabilities</u></b>			
(a) Short-Term Borrowings	8	51,88,96,961	50,05,69,724
(b) Trade Payables	9	13,68,35,586	15,13,69,868
(c) Other Current Liabilities and Expenses	10	1,73,33,290	1,81,10,232
(d) Short-Term Provisions	11	2,93,79,414	2,93,75,814
<b>Total Equity &amp; Liabilities</b>		<b>32,82,17,745</b>	<b>43,90,20,796</b>
<b>II.ASSETS</b>		Rs	Rs
<b><u>(1) Non-Current Assets</u></b>			
<b><u>(a) Fixed Assets</u></b>			
(i) Tangible Assets	12	7,70,37,857	8,82,26,054
(b) Long term loans and advances	13	7,72,390	33,26,008
<b><u>(2) Current Assets</u></b>			
(a) Current investments			
(b) Inventories	14	33,07,918	47,22,669
(c) Trade receivables	15	19,79,38,814	27,20,88,351
(d) Cash and cash equivalents	16	39,26,429	1,79,61,656
(e) Short-term loans and advances	17	4,52,11,581	5,23,19,411
(f) Other Current Assets	18	22,755	3,76,647
<b>Total Assets</b>		<b>32,82,17,745</b>	<b>43,90,20,796</b>

NOTES TO ACCOUNTS

27 to 34

*Schedules referred to above and notes attached there to form an integral part of Balance Sheet*

**FOR BHATTER & COMPANY (FRN : 131092W )  
CHARTERED ACCOUNTANT**

**FOR SKS TEXTILES LIMITED**

**MR.DAULAL BHATTER  
PROPRIETOR  
MEM No. : 016937**

**VICKY SHAH  
MD & CFO  
DIN: 00033963**

**SUKANRAJ SHAH  
WTD  
DIN:00034157**

**PLACE : MUMBAI  
DATE :**

**COMPANY SECRETARY**

**S K S TEXTILES LIMITED**

**PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31 ST MARCH, 2022**

Sr. No	Particulars	Sch. No.	As at 31st March,2022	As at 31st March,2021
<b>I</b>	Revenue from operations	19	59,38,335	21,58,80,348
<b>II</b>	Other Income	20	70,57,518	1,14,83,214
<b>III</b>	<b>III. Total Revenue (I +II)</b>		<b>1,29,95,853</b>	<b>22,73,63,561</b>
<b>IV</b>	<b>Expenses:</b>			
	Purchases and cost of materials consumed	21	99,86,968	23,44,48,378
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	22	14,14,751	55,22,81,291
	Employee Benefit Expense	23	4,96,230	45,50,606
	Financial Costs	24	3,29,08,751	6,59,17,215
	Depreciation and Amortization Expense	25	1,12,14,198	1,81,47,975
	Other Expenses	26	7,35,43,640	3,60,42,553
	<b>Total Expenses (IV)</b>		<b>12,95,64,538</b>	<b>91,13,88,018</b>
<b>V</b>	Profit before exceptional and extraordinary items and tax	(III - IV)	<b>(11,65,68,685)</b>	<b>(68,40,24,457)</b>
<b>VI</b>	Exceptional Items/Extra Ordinary Items			
	Depreciation for Prior Periods		-	-
	Loss on Sale of Fixed Assets		-	-
	Deffered Revenue Income		9,63,800	9,63,800
<b>VII</b>	Profit before extraordinary items and tax (V - VI)		<b>(11,56,04,885)</b>	<b>(68,30,60,657)</b>
<b>VIII</b>	Extraordinary Income			
<b>IX</b>	Profit before tax (VII - VIII)		<b>(11,56,04,885)</b>	<b>(68,30,60,657)</b>
<b>X</b>	<b>Tax expense:</b>			
	(1) Current tax			
	Provision for Current year		-	-
	Short/(Excess) Provision for earlier years		-	-
	(2) Deferred tax		(9,39,569)	(1,03,99,924)
<b>XI</b>	Profit(Loss) from the perid from continuing operations	(IX-X)	<b>(11,46,65,316)</b>	<b>(67,26,60,733)</b>
<b>XII</b>	Profit/(Loss) from discontinuing operations			
<b>XIII</b>	Tax expense of discounting operations			
<b>XIV</b>	Profit/(Loss) from Discontinuing operations (XII - XIII)			
<b>XV</b>	Profit/(Loss) for the period (XI + XIV)		<b>(11,46,65,316)</b>	<b>(67,26,60,733)</b>
<b>XVI</b>	Earning per equity share:			
	(1) Basic		(35)	(206)
	(2) Diluted		-	-

*Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement*

**FOR BHATTER & COMPANY (FRN : 131092W )**  
**CHARTERED ACCOUNTANT**

**FOR SKS TEXTILES LIMITED**

**MR.DAULAL BHATTER**  
**PROPRIETOR**  
**MEM No. : 016937**

**VICKY SHAH**  
**MD & CFO**  
**DIN: 00033963**

**SUKANRAJ SHAH**  
**WTD**  
**DIN:00034157**

**PLACE : MUMBAI**  
**DATE :**

**COMPANY SECRETARY**

# **S K S TEXTILE LIMITED**

## **SCHEDULES FORMING PART OF ACCOUNTS FOR THE YEAR ENDED 31.03.2022**

### **NOTES:**

#### **1. CORPORATE INFORMATION:**

The Company is a public limited company domiciled in India. Initially the company was incorporated as private Limited Company under the provisions of Companies Act, 1956 and then converted to public limited during the year under the provisions of Companies Act 2013. The company is engaged in the business of manufacturing of Textile goods.

#### **2. SIGNIFICANT ACCOUNTING POLICIES:**

##### **(A) BASIS OF ACCOUNTING**

The financial statements are prepared under the historical cost convention, on the accrual basis of accounting in accordance with mandatory accounting standards issued by the Institute of Chartered Accountants of India and relevant presentational requirements of Companies Act, 2013.

##### **(B) USE OF ESTIMATES**

The preparation of financial statements requires estimates & assumptions to be made that effect the reported amount of assets & liabilities on the date of the financial statements and the reported amount of revenues & expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

##### **(C) FIXED ASSETS**

Fixed Assets are stated at Cost of Acquisition less accumulated depreciation and impairment losses. Fixed assets include all incidental expenses related to acquisition and installation of the concerned assets.

##### **(D) DEPRECIATION:**

Depreciation on Tangible assets is provided at the rates prescribed in Schedule II of the Companies Act, 2013. Depreciation calculated on pro-rata basis on additions made during the year.

##### **(E) INCOME AND EXPENSES:**

Sales & Purchases are net of trade discount and return.

##### **(F) REVENUE RECOGNITION:**

Revenue from sales of goods is recognised on transfer of all significant risks and rewards of ownership to the buyer which coincides with dispatch of goods to customer. Sales are stated exclusive of sales tax and net of trade and quantity discount.

##### **(G) GOVERNMENT GRANTS AND SUBSIDIES:**

Government grants and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received.

Government grants in the nature Capital Subsidy received upon the amount invested on Plant and Machinery, where no repayment is ordinarily expected in respect thereof, are treated as Deffered Revenue Income and has been proportionately credited to Profit & Loss Account on the basis of actual useful life of the Plant & Machinery.

Other government grants and subsidies are recognised as income over the periods necessary to match them with the costs for which they are intended to compensate, on a systematic basis.

**(H) INVENTORIES:**

Inventories have been valued at lower of cost or net realizable value. Cost in respect of purchased materials & finished goods consists of purchase price including freight inward, brokerage and other expenditure directly attributable to the acquisition.

**(I) FOREIGN CURRENCY TRANSACTION:**

Transaction in foreign currency are recorded at the rate of exchange in force on the date of the transaction. Current assets, current liabilities & borrowings denominated in foreign currency are translated at the exchange prevalent at the date of the balance sheet. The resultant gain/loss, except in cases where they relate to the acquisition of fixed assets, are recognized in the profit & loss Account.

**(J) TAXES ON INCOME:**

**Current Tax:** Provision for current income tax is made on the basis of the estimated taxable income for the current accounting period in accordance with the specific applicable laws.

**Deferred Tax:** Deferred tax is measured on based on the tax rate and tax laws enacted or substantially enacted at the balance date. Deferred tax assets are recognized only if there is reasonable/virtual certainty that they will be realized.

**(K) IMPAIRMENT OF ASSETS:**

At each Balance Sheet date, an assessment is made of whether there is any indication of impairment. Impairment loss is recognized whenever the carrying amount of assets exceeds its recoverable amount.

**(L) PROVISION & CONTINGENCIES:**

A provision is recognized when the company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provision are not discounted to present value and are determine on best estimate require to settle the obligation at the Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized and are disclosed by way of notes to accounts.

**(M) LEASE:**

Leases, where the lessor effectively retains substantially all risks and benefits of ownership of the lease item are classified as operating lease. Operating lease payments as an expense in the profit and loss account on a straight-line basis over the lease term.

**S K S TEXTILES LIMITED**

**Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022**

**Schedule : 3 Share Capital**

Sr. No	Particulars	Current Year	Previous Year
1	<b><u>AUTHORIZED CAPITAL</u></b> Opening Balance (33,00,000 Equity Shares of Rs. 10/- each.) <b>Add:</b> Closing Balance	3,30,00,000 - 3,30,00,000	3,30,00,000 - 3,30,00,000
		<b>3,30,00,000</b>	<b>3,30,00,000</b>
2	<b><u>ISSUED , SUBSCRIBED &amp; PAID UP CAPITAL</u></b> <b>Fully Paid up Equity Shares</b> Shares outstanding at the beginning of the year (3259437 Equity Shares of Rs. 10/- each, Fully.)  Shares outstanding at the end of the year	3,25,94,370 3,25,94,370 3,25,94,370	3,25,94,370 3,25,94,370 3,25,94,370
	<b>Total in Rs.</b>	<b>3,25,94,370</b>	<b>3,25,94,370</b>

Particulars of Shareholder Holding More than 5% of Shares				
Sr No.	Name Of Share Holder	As on 31st March 2022		As on 31st March 2021
		No. of Shares Held	% of Holding	No. of Shares Held   % of Holding
1	Vicky S. Shah	300956	09.23%	300956   09.23%
2	Sukanraj B. Shah (HUF)	480000	14.73%	480000   14.73%
3	Lalita S. Shah	201375	06.18%	201375   06.18%
4	Parag Housing Development Pvt. Ltd.	275000	08.44%	275000   08.44%
5	Sahil S. Shah	186531	05.72%	186531   05.72%
6	Vicky Shah (HUF)	319687	09.81%	319687   09.81%
7	Sahil Shah (HUF)	275000	08.44%	275000   08.44%

**Schedule : 4 Reserve & Surplus**

Sr. No	Particulars	Current Year	Previous Year
1	<b><u>Capital Reserve</u></b> Opening Balance Add: During the year Closing Balance Less : Premium from earlier year being Transferred to Securities Premium <b>Closing Balance</b>	9,96,875  9,96,875 - <b>9,96,875</b>	9,96,875  9,96,875 - <b>9,96,875</b>
3	<b><u>Tuffs Capital Subsidy</u></b> Opening Balance Add: Received during the year Closing Balance  Less: Transfer to Profit & Loss A/c	28,91,400 - 28,91,400  9,63,800	38,55,200 - 38,55,200  9,63,800

**S K S TEXTILES LIMITED**

***Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022***

	<b>Closing Balance</b>	<b>19,27,600</b>	<b>28,91,400</b>
3	<u>Securities Premium reserve</u>		
	Opening Balance	22,35,31,205	22,35,31,205
	Add: Received during the year on issue of shares		
	Add : Premium from earlier year being Transferred From Capital Reserve	-	-
	Less: Forfited during the year		
	<b>Closing Balance</b>	<b>22,35,31,205</b>	<b>22,35,31,205</b>
4	<u>Profit and Loss Account</u>		
	Opening Balance	(64,04,78,431)	3,21,82,302
	Less: Fixed Assets WDV written off	(64,04,78,431)	3,21,82,302
	Add: Tuff Capital Subsidy	-	-
	Add: Profit for the period	(11,46,65,316)	(67,26,60,733)
	Less: Bonus Share issue during years		
	<b>Surplus (Profit &amp; Loss Account)</b>	<b>(75,51,43,746)</b>	<b>(64,04,78,431)</b>
	<b>Total in Rs.</b>	<b>(52,86,88,066)</b>	<b>(41,30,58,951)</b>



**S K S TEXTILES LIMITED**

**Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022**

**Schedule : 5 Long Term Borrowings**

Sr. No	Particulars	Current Year	Previous Year
	<b><u>Secured Loan</u></b>		
	<b><u>Term Loan</u></b>		
1	From Bank	-	-
	Payable within a year	-	-
	<b><u>Unsecured Loan</u></b>		
1	From Banks & NBFC	9,50,76,712	9,62,03,913
2	Loans From Directors	1,23,26,457	1,02,80,235
3	Loans from related parties	5,66,500	5,66,500
4	Other Loans & Advances	-	-
	<b>Total in Rs.</b>	<b>10,79,69,668</b>	<b>10,70,50,649</b>

**Schedule : 6 Other Long Term Liabilities**

Sr. No	Particulars	Current Year	Previous Year
1	Deposits Received for rent	41,12,000	22,85,000
	<b>Total in Rs.</b>	<b>41,12,000</b>	<b>22,85,000</b>

**Schedule : 7 Long Term Provisions**

Sr. No	Particulars	Current Year	Previous Year
1	Provision for Gratuity	9,27,164	9,27,164
	<b>Total in Rs.</b>	<b>9,27,164</b>	<b>9,27,164</b>

**Schedule : 8 Short Term Borrowings**

Sr. No	Particulars	Current Year	Previous Year
1	working capital loan from Bank	51,88,96,961	50,05,69,724
2	Letter of credit With DBS bank Ltd	-	-
3	Letter of credit With Standered Chartered bank	-	-
4	Invoice Financing-SCB	-	-
	<b>Total in Rs.</b>	<b>51,88,96,961</b>	<b>50,05,69,724</b>

Cash credit and Term Loan availed from SCB & DBS are secured by way of pari passu charge on all present & future current assets, book debts, all other movable assets, factory building at B/4, prithvi complex, Pipe line road,kalher village, bhiwandi, Dist- Thane, and the personal residential flats of directors.

**Schedule : 9 Trades Payable**

Sr. No	Particulars	Current Year	Previous Year
1	Trade Payable For Goods	13,06,20,515	14,04,05,645

**S K S TEXTILES LIMITED**

**Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022**

2	Trade Payable For Expenses	62,15,071	1,09,64,223
	<b>Total in Rs.</b>	<b>13,68,35,586</b>	<b>15,13,69,868</b>

**Schedule : 10 Other Current Liabilities**

Sr. No	Particulars	Current Year	Previous Year
1	Term Loan From Standard Chartered bank -003010755	-	-
2	From Banks & NBFC payable with in year	1,73,02,082	1,75,07,211
3	TDS and GST tax payable	31,208	6,03,021
	<b>Total in Rs.</b>	<b>1,73,33,290</b>	<b>1,81,10,232</b>

**Schedule : 11 Short Term Provisions**

Sr. No	Particulars	Current Year	Previous Year
1	Provision for Income taxation (A Y 2017-18)	95,00,000	95,00,000
2	Provision for Income taxation (A Y 2018-19)	1,02,46,050	1,02,46,050
3	Provision for Income taxation (A Y 2019-20)	88,98,602	88,98,602
4	Employee Benefit Expenses	7,34,762	7,31,162
	<b>Total in Rs.</b>	<b>2,93,79,414</b>	<b>2,93,75,814</b>

**S K S TEXTILES LIMITED**

*Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022*

**Schedule : 13 Long Term Loans and Advances**

Sr. No	Particulars	Current Year	Previous Year
D)	<b><u>Security Deposit</u></b>		
	a) Secured, Considered Good :		
	Security deposit with Torrent Power Ltd	7,11,732	13,41,732
	MSEB Deposit	60,658	60,658
	Anand Kumar Jain ( HUF ) Office Depoist	-	3,50,000
	Courier Deposit	-	462
	Telephone Deposits	-	6,156
	Crystal Water Service	-	1,000
	Gateway Vinimay Pvt.Ltd.(Factory)	-	15,66,000
	<b>Total in Rs.</b>	<b>7,72,390</b>	<b>33,26,008</b>

**Schedule : 14 Inventories**

Sr. No	Particulars	Current Year	Previous Year
1	Yarn At Factory	11,88,279	16,61,331
2	Gray Fabrics at process House	20,54,227	20,54,226
3	Finished Fabrics at warehouse (as taken valued and certified by the Management )	65,413	10,07,111
	<b>Total in Rs.</b>	<b>33,07,918</b>	<b>47,22,669</b>

**Schedule : 15 Trade Recievables**

Sr. No	Particulars	Current Year	Previous Year
1	<b><u>Outstanding for more than six months</u></b>		
	a) Secured, Considered Good :		
	b) Unsecured, Considered Good :	13,43,85,568	16,54,45,715
	c) Doubtful	6,12,95,351	-
2	<b><u>Others</u></b>		
	a) Secured, Considered Good :		
	b) Unsecured, Considered Good :	6,35,53,246	10,66,42,636
	c) Doubtful		
	Less: Provision for Doubtful Debts	25,92,34,165 (6,12,95,351)	27,20,88,351 -
	<b>Total in Rs.</b>	<b>19,79,38,814</b>	<b>27,20,88,351</b>

**S K S TEXTILES LIMITED**

*Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022*

**Schedule : 16 Cash & Cash Equivalent**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
1	<b><u>Cash-in-Hand</u></b> Cash Balance	4,362	24,808
	<b>Sub Total (A)</b>	4,362	24,808
2	<b><u>Bank Balance</u></b> Balance in Current Account-06262560001871 Bombay Co op Bank Shinhan Bank Ltd Balance in Deposit account (includes margin bank Guarantees and Letter of Credit)	38,67,899 10,137 - 44,031	38,62,500 4,667 - 1,40,69,680
	<b>Sub Total (B)</b>	39,22,067	1,79,36,848
	<b>Total [ A + B ]</b>	<b>39,26,429</b>	<b>1,79,61,656</b>

**Schedule :17 Short Terms Loans and Advances**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
	<b>Balance with Revenue authorities</b>		
1	Income Tax	3,57,90,369	3,55,10,712
2	Mvat	-	-
3	Advance Recoverable in cash or in kind or for value to be considered good	46,35,285	1,10,30,904
4	GST Credit	47,85,927	57,77,795
	<b>Total in Rs.</b>	<b>4,52,11,581</b>	<b>5,23,19,411</b>

**Schedule :18 Other current assets**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
1	T-Fat Solution ( Software Development charges )	-	-
2	Prepaid Insurance	22,755	3,76,647
3	Telephone Expnses Prepaid	-	-
	<b>Total in Rs.</b>	<b>22,755</b>	<b>3,76,647</b>

# S K S TEXTILES LIMITED

## Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022

### Schedule : 19 Revenue from Operations

Sr. No	Particulars	Current Year	Previous Year
1	Sale of Goods (net)	59,38,335	21,53,08,602
2	Job work Charges	-	5,71,746
	<b>Total in Rs.</b>	<b>59,38,335</b>	<b>21,58,80,348</b>

### Schedule : 20 Other Income

Sr. No	Particulars	Current Year	Previous Year
1	Interest Income	3,753	19,07,818
2	Rent Income	70,53,765	65,58,389
3	Others	-	30,17,006
	<b>Total in Rs.</b>	<b>70,57,518</b>	<b>1,14,83,214</b>

### Schedule : 21 Purchases & Cost of Material Consumed

Sr. No	Particulars	Current Year	Previous Year
a)	<b><u>PURCHASES</u></b>		
1	Purchases (net)	98,07,488	22,93,19,349
	<b>Sub-total (a)</b>	<b>98,07,488</b>	<b>22,93,19,349</b>
b)	<b><u>DIRECT/PRODUCTIONS EXPENSES</u></b>		
1	Process Charges	-	11,68,464
2	Carriage Inward	19,779	54,725
3	Power and fuel	1,49,302	6,89,107
4	Factory expenses & job work	10,400	26,40,614
5	Packing Material expenses	-	5,66,505
6	Factory tools and Spares	-	9,614
7	Factory repairs and Maintenance	-	-
	<b>Sub-total (b)</b>	<b>1,79,481</b>	<b>51,29,029</b>
	<b>Total in Rs.</b>	<b>99,86,968</b>	<b>23,44,48,378</b>

**S K S TEXTILES LIMITED**

*Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022*

**Schedule : 22 Change in Inventories**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
1	Opening Stock	47,22,669	55,70,03,960
2	Closing Stock	33,07,918	47,22,669
	<b>Total in Rs.</b>	<b>14,14,751</b>	<b>55,22,81,291</b>

**Schedule : 23 Employment Benefit Expenses**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
1	Staff Salary & wages	4,86,230	29,52,789
2	Director Remuneration	-	15,20,682
3	Siting Fees- Director	10,000	65,000
4	ESIC employers contribution	-	2,398
5	Labour welfare Fund	-	524
6	PF Employer contribution	-	9,213
	<b>Total in Rs.</b>	<b>4,96,230</b>	<b>45,50,606</b>

**Schedule :24 Financial Cost**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
1	Interest expenses	3,28,08,798	5,94,97,161
2	Bank Charges	71,953	63,92,054
3	IPO Expenses	28,000	28,000
	<b>Total in Rs.</b>	<b>3,29,08,751</b>	<b>6,59,17,215</b>

**Schedule : 25 Depreciation & Amortised Cost**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
1	Depreciation	1,12,24,272	1,81,47,975
2	Preliminary Expenses W/O	-	-
	<b>Total in Rs.</b>	<b>1,12,24,272</b>	<b>1,81,47,975</b>

**S K S TEXTILES LIMITED**

***Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022***

***Schedule : 26 Other Expenses***

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
1	Annual Maintanence Charges	35,500	5,500
2	Audit Fees	-	-
3	Bad Debtes	24,30,109	-
4	Provision for Doubtful Debts	6,12,95,351	-
5	Accounts Written Off	74,72,605	
6	Conveyance Expenses	23,365	53,322
7	CGST Rcm Paid	-	-
8	Courier Expenses	1,332	63,259
9	Donation	-	-
10	Designing & Consultancy Charges	-	-
11	Electricity Expenses	35,810	86,451
12	Loss on sales Fixed Assests	-	3,38,928
13	Loss on Scrap of Fixed Assets	-	2,47,68,019
14	GST Fees	-	-
15	IGST Rcm Paid	-	-
16	Insurance Charges	3,82,532	7,24,022
17	Interest on late payment TDS/TCS	53,997	3,424
18	Interest on late payment GST	-	44,022
19	Interest on late payment Purchases	-	5,304
20	Interest Paid on Invoice Financed	-	-
21	Interest Paid to ESIC	-	-
22	Licence Fee- Factory	-	-
23	Membership and Subscription Exps.	-	-
24	Notary & Franking/stamp Paper Charges	-	-
25	Office Expenses	3,750	63,867
26	Printing & Stationery	3,500	21,460
27	P.T.Return Delay Fee	-	-
28	Sales Promotion Exp.	-	-
29	Legal & Professional Fee	7,61,200	4,72,650
30	Rent, Rates & Taxes	5,20,099	37,06,144
31	Repairs & Maintenance	70,000	90,763
32	ROC Filing Fees	8,400	7,300
33	Telephone Expenses	5,350	78,285
34	Petrol & Other Charges	49,934	1,05,678
35	SGST RCM Paid	-	-
36	Sampling Charges	-	25,552
37	Security & Housekeeping Charges	27,000	2,97,000
38	Software Development Charges & Exps.	-	3,46,680
39	Brokerage & Commission	1,49,430	36,11,244
40	Computer Expenses	7,700	26,250

**S K S TEXTILES LIMITED*****Schedules Forming Integral Part of the Balance Sheet as at 31st March, 2022***

41	Packing & Cutting Expenses	-	-
42	Trademark Registration charges	-	-
43	Testing & Inspection Charges	-	-
44	Transport Charges	29,145	5,50,050
45	Godown & Warehouse Charges	-	375
46	Tour & Travelling Expenses	45,189	4,20,692
47	Round off	11	10
48	Handling Charge	400	1,280
49	Advertisement Expenses	3,640	13,992
50	Weight and Measure Expenses	-	-
51	Website Expenses-	7,000	19,023
52	Miscellaneous Expenses	28,291	92,007
53	Penalty & Fine Charges	93,000	-
	<b>Total in Rs.</b>	<b>7,35,43,640</b>	<b>3,60,42,553</b>



# S K S TEXTILES LIMITED

## Break-up of Schedule items appearing in Balance Sheet as at 31st March, 2022

### A Term Loan From Bank

Sr. No	Particulars	Current Year	Previous Year
1	Term loan from HDFC Payable within year Payable after year		
2	Term loan from Standard Chartered bank-003010755 Payable within year Payable after year	-	-
	<b>Total in Rs.</b>	<b>-</b>	<b>-</b>

### B Term Loan From Bank & NBFC

Sr. No	Particulars	Current Year	Previous Year
1	Aditya Birla Finance Ltd. MUMBL0000078775	25,39,624	26,69,624
2	Arc Finance Ltd	1,00,00,000	1,00,00,000
3	Ambit Finvest private limited	18,08,258	18,64,742
4	Capital First Ltd Loan A/c No. 1838200	27,47,324	29,67,324
5	Digikredit Finance Pvt. Ltd.-Lanmum05Ubl000007664	15,00,885	15,65,885
6	Federal Bank Financial Service Limited	26,61,495	28,70,171
7	Hdfc Bank Ltd. Loan	41,66,287	42,51,286
8	I C I C I Bank Ltd	45,23,197	45,68,197
9	Idfc First Bank Limited	36,17,200	39,91,650
10	Aditya Birla Finance Ltd-GECL	4,24,525	5,72,245
11	DBS Bank India Ltd- ECLGS-811320230681	3,84,00,000	3,84,00,000
12	Standard Chartered Bank- ECLGS-004637834	3,99,90,000	3,99,90,000
		11,23,78,794	11,37,11,124
	Payable within a year	1,73,02,082	1,75,07,211
	Payable after year	9,50,76,712	9,62,03,913
	<b>Total in Rs.</b>	<b>11,23,78,794</b>	<b>11,37,11,124</b>

### Security Deposit Received for Rent

Sr. No	Particulars	Current Year	Previous Year
1	Pipal Products LLP	2,64,600	2,64,600
2	R R Zip Private limited	-	6,73,000
3	Welcome Gift	2,64,600	2,64,600
4	Neel Art's	5,00,000	5,00,000
5	Nirmal Exim Pvt Ltd- Deposit	2,82,800	2,82,800
6	Shree Goversgan Art	3,00,000	3,00,000
7	Sarvodaya Textiles Ind Pvt.Ltd	15,00,000	-
8	Sarvodaya Textiles Ind Pvt.Ltd	10,00,000	-

**S K S TEXTILES LIMITED**

**Break-up of Schedule items appearing in Balance Sheet as at 31st March, 2022**

	<b>Total in Rs.</b>	<b>41,12,000</b>	<b>22,85,000</b>

**S K S TEXTILES LIMITED**

**Break-up of Schedule items appearing in Balance Sheet as at 31st March, 2022**

**C Loans From Directors**

Sr. No	Particulars	Current Year	Previous Year
1	Sahil Shah	-	46,601
2	Sukhanraj Shah	56,74,039	33,58,396
3	Vicky Shah	66,52,418	68,75,239
	<b>Total in Rs.</b>	<b>1,23,26,457</b>	<b>1,02,80,235</b>

**D Loans & Advances From Related Parties**

Sr. No	Particulars	Current Year	Previous Year
1	Parag Housing Development Pvt.ltd	5,66,500	5,66,500
	<b>Total in Rs.</b>	<b>5,66,500</b>	<b>5,66,500</b>

**E Other Loans Advance**

Sr. No	Particulars	Current Year	Previous Year
1	K K Silk Mills Pvt.ltd		
	<b>Total in Rs.</b>	<b>-</b>	<b>-</b>

**F Working Capital Loan From Bank**

Sr. No	Particulars	Current Year	Previous Year
1	Cash credit account with DBS Bank ltd-811200117975	13,54,76,642	14,16,03,796
2	Cash credit account with DBS Bank ltd WCDL	8,50,00,000	8,50,00,000
3	Cash credit account with Standered Chartered Bank	29,21,53,043	26,73,81,629
4	Cash credit account with Standered Chartered Bank WCDL	-	-
5	HDFC bank Car loan A/c. (MH 04-HM 8694 )	(1,630)	4,18,730
6	DBS Bank india Ltd WCDL A/c 811300227629	16,64,339	16,50,450
7	DBS Bank india Ltd WCDL A/c 811300227636	1,29,991	1,28,955
8	Dbs bank india ltd. WCDL A/c. 811300227643	3,61,555	3,55,738
9	Dbs Bank Ltd- A/C. 811300227148-Covid-19	30,06,204	29,23,608
10	Dbs Bank Ltd- A/C. 811300228589-Covid-19	24,959	24,959
11	Dbs Bank Ltd- A/C. 811300228596-Covid-19	10,81,859	10,81,859
	<b>Total in Rs.</b>	<b>51,88,96,961</b>	<b>50,05,69,724</b>

**S K S TEXTILES LIMITED**

**Break-up of Schedule items appearing in Balance Sheet as at 31st March, 2022**

**G Other Liabilities & Provisions**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
1	E.P.F Payable	(2,700)	(2,700)
2	E.S.I.C. Payable	8,512	8,512
3	P.T. Payable	9,500	5,900
4	Gratuity Payable	7,19,402	7,19,402
5	Labour Welfare Fund Payable	48	48
6	TDS Payable on Brokerage	-	1,35,305
7	TDS Payable on Interest	-	-
8	TDS Payable on Jobwork	-	22,352
9	TDS Payable on Labour Charge	-	17,774
10	TDS Payable on loan Interest	-	-
11	TDS Payable on Maintanance	-	41
12	TDS Payable on Professional fees	30,500	91,193
13	TDS Payable on Rent	-	2,41,269
14	TDS Payable on Salary	-	-
15	TDS Payable on Transport Charges	-	1,346
16	TDS Payable on Secutity & House Keeping	-	2,300
17	TCS Payable	708	91,441
18	GST	-	-
19	TDS and GST Tax payable	<b>31,208</b>	<b>6,03,021</b>
20	Employeeer Benfit Payable	<b>7,34,762</b>	<b>7,31,162</b>
	<b>Total in Rs.</b>	<b>7,65,970</b>	<b>13,34,183</b>

**S K S TEXTILES LIMITED**

**Break-up of Schedule items appearing in Balance Sheet as at 31st March, 2022**

**H Fixed Deposite with Banks**

Sr. No	Particulars	Current Year	Previous Year
1	DBS-FDR No.111506020073	17,21,151	17,21,151
2	DBS-FDR No.111506050134	16,82,751	16,82,751
3	DBS-FDR No.111506050143	16,78,240	16,78,240
4	DBS-FDR No.111608100055	5,01,023	5,01,023
5	SCB - FDR No: 22539958200	6,05,620	6,05,620
6	SCB - FDR No: 22539960264	6,05,087	6,05,087
7	SCB - FDR No: 22539954825	5,35,990	5,35,990
8	SCB - FDR No: 22539954965	5,96,308	5,96,308
9	SCB - FDR No: 22539955325	5,97,732	5,97,732
10	SCB - FDR No: 22539955783	6,07,596	6,07,596
11	SCB - FDR No: 22539955910	6,07,450	6,07,450
12	SCB - FDR No: 22539956526	6,06,602	6,06,602
13	SCB - FDR No: 22539956933	6,06,230	6,06,230
14	SCB - FDR No: 22539959193	6,04,807	6,04,807
15	SCB - FDR No: 22539961341	5,42,362	5,42,362
16	SCB - FDR No: 22539967048	12,01,875	12,01,875
	<b>Total in Rs.</b>	<b>1,33,00,824</b>	<b>1,33,00,824</b>

**I**

Sr. No	Particulars	Current Year	Current Year
	TDR Outstanding DBS	-	-
	<b>Total in Rs.</b>	<b>-</b>	<b>-</b>

**J Advance Income Tax/ Refund Due**

Sr. No	Particulars	Current Year	Current Year
1	Income Tax [Asst.Year 2007-2008]	11,00,000	11,00,000
2	Income Tax [Asst.Year 2009 - 10]	3,94,839	3,94,839
3	Income Tax ( Asst.Yr.2017-18 )	92,63,859	92,63,859
4	Income Tax ( Asst.Yr.2018-19 )	1,19,84,175	1,19,84,175
5	Income Tax ( Asst.Yr.2019-20 )	1,23,59,976	1,23,59,976
6	Income Tax ( Asst.Yr.2020-21 )	4,59,476	3,47,519
7	Income Tax ( Asst.Yr.2021-22 )	60,344	60,344
8	Income Tax ( Asst.Yr.2022-23 )	1,67,700	-
	<b>Total in Rs.</b>	<b>3,57,90,369</b>	<b>3,55,10,712</b>

**S K S TEXTILES LIMITED**

**Break-up of Schedule items appearing in Balance Sheet as at 31st March, 2022**

**K Loans & Advance Recovreble in Cash**

Sr. No	Particulars	Current Year	Previous Year
	<b><u>MVAT Receivable Account</u></b>		
1	MVAT Receivable (A.Y. 2016-17)	-	-
2	MVAT Receivable (A.Y. 2017-18) Q-1	-	-
		-	-
	<b><u>Other Loan Given</u></b>		
	Priyesh Singh	-	-
	Sweta Jitendra Punamia		
	Khushal Rashiklal Tamka	-	63,45,619
	NBFC TDS Refundable	48,825	48,825
	<b><u>Staff Loan &amp; Advance</u></b>		
	Kripa Chandra Yadav	-	-
	Dilipkumar Narsingh Singh	-	-
	Ganesh Poshetty Arige	-	-
	Manoj Kumar Singh	-	-
	Nitin kumar Sishodia	-	-
	Nokhelal Varma	-	-
	Rameshkumar Sharma -Tour Expenses	-	-
	Rotash N Goswami	-	-
	Sachin Chikne	-	-
	Shankar Sitaram Singh- Loan A/C	-	50,000
	Sisirkanta Pradhan	-	-
	<b><u>Tufs Interest Subsidy</u></b>		
	Tufs Interest Subsidy F.Y. 2016-17		
	Tufs Interest Subsidy F.Y. 2017-18 ( Maharashtra State )	15,08,574	15,08,574
	Tufs Interest Subsidy F.Y. 2017-18	15,08,574	15,08,574
	Tufs Interest Subsidy F.Y. 2018-19 ( Maharashtra State )	7,84,656	7,84,656
	Tufs Interest Subsidy F.Y. 2018-19	7,84,656	7,84,656
	<b>Total in Rs.</b>	<b>46,35,285</b>	<b>1,10,30,904</b>
	<b><u>Prepaid Expenses</u></b>		
	T-Fat Solution ( Software Development charges )	-	-
	Prepaid Telephone Expenses	-	-
	Prepaid Insurance	22,755	3,76,647
	<b>Total in Rs.</b>	<b>92,93,325</b>	<b>2,24,38,455</b>

**S K S TEXTILES LIMITED**

**Break-up of Schedule items appearing in Balance Sheet as at 31st March, 2022**

**M Sale of Goods**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>
<b>1</b>	Finished Sales	57,41,822
<b>2</b>	Greige Sales	-
<b>3</b>	Yarn Sales	3,27,623
	<b>Total Sales</b>	60,69,445
	Less: Finished Sale Return	(1,31,111)
	Less: Discount	-
	<b>Total in Rs.</b>	<b>59,38,335</b>

**N Other Income**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>
1	Interest on Security Deposit	-
2	Interest on FDR	3,753
3	Interest Received on Loans	-
4	Rent Income- GST	70,53,765
5	Recovery of Bad Debts	-
6	Excess Provision of Gratuity reversed	-
7	Sundry Balances Written Back	-
	<b>Total in Rs.</b>	<b>70,57,518</b>

**S K S TEXTILES LIMITED****Break-up of Schedule items appearing in Balance Sheet as at 31st March, 2022****O Purchase of Goods**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>
1	Trading Purchases	98,07,488
2	Yarn Purchase	-
	<b>Total Purchase</b>	98,07,488
	<b>Less : Purchases Return</b>	-
	<b>Total in Rs.</b>	<b>98,07,488</b>



**S K S TEXTILES LIMITED**

**Break-up of Schedule items appearing in Balance Sheet as at 31st March, 2022**

**Q Factory expenses & job work**

Sr. No	Particulars	Current Year
1	Labour Charges	-
2	Factory Expenses	10,400
3	Weaving Charges	-
4	Loading & Unloading Charges	-
5	Yarn Dyeing Expenses	-
		-
	<b>Total in Rs.</b>	<b>10,400</b>

**R Packing Material expenses**

Sr. No	Particulars	Current Year
1	Packing Materials	-
2	Bale Packing Charges	-
	<b>Total in Rs.</b>	<b>-</b>

**S Interest expenses**

Sr. No	Particulars	Current Year
1	Interest on Business Loan	-
2	Interest on Auto Loan	-
3	Interest on CC (Working Capital)	3,28,02,468
4	Interest Moratorium Additional Interest	-
5	Interest on Credit Card	6,330
6	Interest on ECGLS	-
7	Interest on WCDL	-
8	Interest On SCB Invoice Finance	-
	<b>Total in Rs.</b>	<b>3,28,08,798</b>

**T Bank Charges & Stamp Duty**

Sr. No	Particulars	Current Year
1	Bank Charges	9,658
2	Stamp duty	62,295
3	Loan Processing Fees	-
	<b>Total in Rs.</b>	<b>71,953</b>

**S K S TEXTILES LIMITED****Break-up of Schedule items appearing in Balance Sheet as at 31st March, 2022*****U* IPO Expnses**

<b>Sr. No</b>	<b>Particulars</b>	<b>Current Year</b>
1	Listing fees	10,000
2	Annual Custody Fees	18,000
	<b>Total in Rs.</b>	<b>28,000</b>

**S K S TEXTILES LIMITED**  
**Schedules Forming Integral Part of the Balance Sheet as at 31 March , 2022**

**Schedule : 12**

Sr. No	Particulars	Rate	Life	Gross Block				Depreciation					Net Block	
				Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Adjustment of Earlier Years Dep	Deduction during the year	Value at the end	WDV as on 31.03.2022	WDV as on 31.03.2021
<b>1</b>	<b><u>Tangible Assets</u></b>													
1	<b>Land</b>			18,90,000	-	-	18,90,000	-	-	-	-	-	18,90,000	18,90,000
2	<b>Building</b>	9.50%	30	1,45,79,562	-	-	1,45,79,562	77,20,532	6,51,608	-	-	83,72,140	62,07,422	68,59,030
3	<b>Plant and Machinery</b>													
	Air Compressor	12.50%	22.5	26,48,688	-	-	26,48,688	12,90,875	1,69,727	-	-	14,60,602	11,88,086	13,57,813
	Cone Winding Machines	18.10%	15	5,82,840	-	-	5,82,840	3,28,061	46,115	-	-	3,74,176	2,08,664	2,54,779
	Weaving Textiles Machine	12.50%	22.5	13,93,16,209	-	-	13,93,16,209	7,09,17,707	85,49,813	-	-	7,94,67,520	5,98,48,689	6,83,98,502
	Power Control Plants	18.10%	15	18,14,923	-	-	18,14,923	8,70,496	1,70,941	-	-	10,41,437	7,73,486	9,44,427
	Power Stabilizers	18.10%	15	6,40,300	-	-	6,40,300	3,07,110	60,307	-	-	3,67,417	2,72,883	3,33,190
	Warping Machine	18.10%	15	38,95,372	-	-	38,95,372	21,95,795	3,07,623	-	-	25,03,418	13,91,954	16,99,577
	Weighing Machine	18.10%	15	83,124	-	-	83,124	63,811	3,496	-	-	67,307	15,817	19,313
	Winding Machine	18.10%	15	2,52,773	-	-	2,52,773	2,44,143	-	(4,009)	-	2,40,134	12,639	8,630
	Water Softening Plants	18.10%	15	2,07,000	-	-	2,07,000	83,889	22,283	-	-	1,06,172	1,00,828	1,23,111
	Water Pump Sets	18.10%	15	13,255	-	-	13,255	7,452	1,050	-	-	8,502	4,753	5,803
	Other Allied Machine	18.10%	15	32,58,709	-	-	32,58,709	24,48,832	1,46,588	-	-	25,95,420	6,63,289	8,09,877
	Stabuli Textile Knotting Machine	18.10%	15	75,000	-	-	75,000	35,224	7,199	-	-	42,423	32,577	39,776
	Computerized pattern Maker	18.10%	15	55,96,100	-	-	55,96,100	21,06,659	6,31,589	-	-	27,38,248	28,57,852	34,89,441
	Computerized Air Dryer-air Cooled	18.10%	15	5,79,375	-	-	5,79,375	1,96,127	69,368	-	-	2,65,495	3,13,880	3,83,248
	Skoda Octavia Ambition Car	31.23%	8	18,03,755	-	-	18,03,755	8,59,657	2,94,842	-	-	11,54,499	6,49,256	9,44,098
	Carpeted Road- RCC	9.50%	30	8,50,000	-	-	8,50,000	2,85,170	53,659	-	-	3,38,829	5,11,171	5,64,830
4	<b>Office Equipments</b>													
	Computers	39.30%	6	3,70,517	-	-	3,70,517	3,55,709	-	(3,718)	-	3,51,991	18,526	14,808
	Air Condition	31.23%	8	2,76,366	-	-	2,76,366	2,37,561	12,119	-	-	2,49,680	26,686	38,805
	Fire Extinguisher	39.30%	6	1,19,423	-	-	1,19,423	1,15,798	-	(2,347)	-	1,13,451	5,972	3,625
	Printer & Faxes	39.30%	6	96,681	-	-	96,681	89,502	2,344	-	-	91,846	4,834	7,178
	Net Work Firewall	39.30%	6	45,500	14,001	-	59,501	23,679	13,973	-	-	37,652	21,849	21,821
	Epabx Systems	39.30%	6	61,059	-	-	61,059	55,663	2,121	-	-	57,784	3,275	5,396
	Attendance Machine	39.30%	6	18,000	-	-	18,000	9,025	3,527	-	-	12,552	5,448	8,975
	CCTV Camera	39.30%	6	-	12,000	-	12,000	-	3,980	-	-	3,980	8,020	-
	<b>Total Current Year</b>			<b>17,90,74,531</b>	<b>26,001</b>	<b>-</b>	<b>17,91,00,532</b>	<b>9,08,48,477</b>	<b>1,12,24,272</b>	<b>(10,074)</b>	<b>-</b>	<b>10,20,62,675</b>	<b>7,70,37,857</b>	<b>8,82,26,054</b>
	<b>Previous Year</b>			<b>28,75,23,790</b>	<b>-</b>	<b>10,84,49,259</b>	<b>17,90,74,531</b>	<b>15,52,66,394</b>	<b>1,81,47,975</b>	<b>-</b>	<b>8,25,65,892</b>	<b>9,08,48,477</b>	<b>8,82,26,054</b>	<b>13,22,57,396</b>

## **SCHEDULES FORMING PART OF ACCOUNTS FOR THE Y.E. 31.3.2022**

### **Notes & information forming part of accounts.**

27) Capital Commitment: Estimated amount of contracts remaining to be executed on capital account and not provided for NIL (Previous year Rs. NIL).

28) Based on the information there are no outstanding balances of the enterprises registered under the Micro, Small and Medium enterprises, Development Act, 2006.

29) In the opinion of the Board, the current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business. The provision for all the known liabilities and depreciation are adequate and not in excess of the amount reasonably required.

30) The company has taken commercial premise on operating lease. Amount debited to the statement of profit and loss Rs.8,10,846/- (Rs.7,70,400/-)

The Company has also taken Factory premises under operating lease agreements. Amount debited to the statement of profit and loss Rs.38,94,000/- (Rs.32,44,000/-)

31) Expenditure in Foreign Currency

Particulars	2021-2022 Amount(Rs.)	2020-2021 Amount(Rs.)
Purchase of Assets	NIL	NIL

32) Deferred Tax: Deferred tax Assets/Liability has been recognized as per accounting standards 22 issued by the ICAI on account of timing difference in depreciation of Fixed assets and accordingly Net Deferred Tax Assets amounting to Rs.88,57,357/- has been charged to profit and loss account.

34) **EARNINGS PER SHARE as per Accounting Standard 20:**

Particulars	Current Year	Previous Year
Profit /(Loss)After Taxation (Rs.)	(11,46,65,316)	(67,26,60,733)
Weighted No. of Eq. Shares Outstanding	32,59,437	32,59,437
Basic Earnings Per Share (Rs.)	(35)	(206)

Nominal Value (Rs.)	10.00	10.00
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35 Previous year figures have been regrouped/recast wherever necessary.

36 (a) As per the certificate received from Registered chartered engineer ,the Management have decided to increase the life of Certain Fixed assets as follow,

Name of Assets	Life as per companies Act	Life as per management
Air Compressor	15 Years	22.50 Years
Weaving Textile Machine	15 Years	22.50 Years
Electric Installation	10 Years	15 Years

As per our report of even date attached  
**Bhatter & Company**  
**Chartered Accountants**  
**FRN: 131092W**  
**UDIN : 22016937AJXBGR3868**

**For and on behalf of the Board**

**(Mr. Daulal Bhatter)**  
**Proprietor**  
**M. No. 016937**  
**Mumbai**  
**Dated: 30/05/2022**

**Vicky Shah**  
**MD & CFO**

**Sukanraj Shah**  
**WTD**

**Company Secretary**