

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SUNLITE RECYCLING INDUSTRIES LIMITED**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying Financial Statements of "SUNLITE RECYCLING INDUSTRIES LIMITED" (the Company) having CIN: U27200GJ2022PTC134540, which comprise the Balance Sheet as at December 31, 2023, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 (the Act) in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at December 31, 2023, and its profit and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matter is the matter that, in our professional judgement, was of most significance in our audit of the Financial Statements of the current period. This matter was addressed in the context of our audit of the Financial Statements as a whole and in forming our opinion thereon and we do not provide a separate opinion on this matter. We have nothing to report in this regard.



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

The Board of Directors of the Company is responsible for the other information. The other information comprises the information included in the operational highlights, Directors' Report and its annexure, Management Discussion and Analysis, Business Responsibility Report, Corporate Governance and Shareholder's information and performance trend, but does not include the standalone Financial Statements and our Auditor's Report thereon. These reports are expected to be made available to us after the date of auditor's report.

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

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

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

Management's Responsibility for the Financial Statements

The Board of Directors of the Company is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgements and estimates that are reasonable and prudent, and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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



Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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

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

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



- Obtain sufficient appropriate audit evidence regarding the financial information of the Company to express an opinion on the Financial Statements.

Materiality is the magnitude of misstatements in the Standalone Financial Statements that individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Standalone Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

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

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

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

Report on Other Legal and Regulatory Requirements

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid Standalone Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



- e) On the basis of the written representations received from the directors as on December 31, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on December 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls with reference to standalone financial statements.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended,

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its Directors during the year is in accordance with the provisions of Section 197 of the Act.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - 1) The Company has disclosed the impact of pending litigaions on its financial position in its Standalone Finanacial Statements- Refer Note 12 to the Standalone Financial Statements.
 - 2) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - 3) The Company is not liable to transfer any amounts, required to be transferred, to the Investor Education and Protection Fund by the Company during the year ended December 31, 2023.
 - 4)
 - i) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



- ii) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- iii) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- 5) As stated in Notes to the standalone financial statements, The Board of Directors of the Company have not proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting.
- 6) Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is compiled till our date of audit report.

As required by the Companies (Auditor's Report) Order, 2020 (the Order), issued by the Central Government in terms of Section 143(11) of the Act, we give in Annexure B, a statement on the matters specified in paragraphs 3 and 4 of the Order.

For, ABHISHEK KUMAR & ASSOCIATES

Chartered Accountants

Firm's Registration No. 130052W



CA Abhishek Agrawal

Proprietor

Membership No. 132305

UDIN: 24132305BKEYWB2727

Place: Ahmedabad

Date: May 02, 2023



Annexure- A To Independent Auditor's Report

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of SUNLITE RECYCLING INDUSTRIES LIMITED of even date)

Report on the Internal Financial Controls with reference to Standalone Financial Statements under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")

We have audited the internal financial controls over financial reporting of **SUNLITE RECYCLING INDUSTRIES LIMITED** (the Company) as of December 31, 2023, in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Control

The Management of the Company is responsible for establishing and maintaining internal financial controls with reference to standalone financial statements 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 (the Guidance Note) issued by the Institute of Chartered Accountants of India (THE "ICAI"). 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 the policies of the Company, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls of the Company with reference to standalone financial statements over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. 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 with reference to standalone financial statements over financial reporting and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the Auditor's judgement, including the assessment of the risks of material misstatement of the Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to standalone financial statements over financial reporting of the Company.

Meaning of Internal Financial Controls over Financial Reporting

The internal financial control over financial reporting of a company 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 the Generally Accepted Accounting Principles. Internal financial control with reference to standalone financial statements over financial reporting of a Company includes those policies and procedures that

- i) Pertain to the maintenance of records that in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- ii) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial Statements in accordance with the Generally Accepted Accounting Principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of Management and Directors of the Company; and
- iii) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the assets of the Company that can have a material effect on the Financial Statements.

Inherent Limitations of Internal Financial Control 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 with reference to standalone financial statements 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, adequate internal financial controls with reference to standalone financial statements and such internal financial controls were operating effectively as at 31 December 2023, based on the internal financial controls with reference to financial statements 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 (the "Guidance Note").

For, ABHISHEK KUMAR & ASSOCIATES

Chartered Accountants

Firm's Registration No. 130052W

CA Abhishek Agrawal

Proprietor

Membership No. 132305

UDIN: 24132305BKEYWB2727

Place: Ahmedabad

Date: May 02, 2023



ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Sunlite Recycling Industries Limited of even date)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

I. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The Company has a program of physical verification of Property, Plant and Equipment so to cover all the assets in a phased periodical manner, and in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us, the records examined by us, the records examined by us, the company does not have any immovable properties of land and buildings which are either freehold or leasehold as at the balance sheet date, accordingly reporting under paragraph 3(i) (c) of the Order is not applicable to the Company;

(d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at August 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

II. (a) As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals, except goods-in-transit. The coverage and procedure adopted by the Management is appropriate according to the size and scale of the Company. No discrepancies of 10% or more were observed in any class of inventories.

(b) In our opinion and according to the information and explanations given to us, during the year, the Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions. Hence, reporting under clause 3(ii)(b) of the Order is not applicable, wholly.



- III. In our opinion and according to the information and explanations given to us and based on records examined by us, during the year the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties and accordingly reporting under paragraph 3(iii) (a) to (f) of the Order is not applicable to the Company;
- IV. In our opinion and according to the information and explanations given to us, the Company has not given any loans, investments, guarantees, and security in pursuance of section 185 and 186 of the Companies Act, 2013 accordingly reporting under paragraphs 3 (iv) of the Order is not applicable to the Company;
- V. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Rules framed there under to the extent notified with regard to the deposits accepted from the public are not applicable;
- VI. According to the information and explanations given to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Companies Act 2013.
- VII. In respect of statutory dues:
- (a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
- There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at August 31, 2023 for a period of more than six months from the date they became payable.
- (b) There are no disputed amounts in respect of statutory dues referred to in sub-clause (a) above and therefore reporting under sub-clause (b) is not applicable.



- VIII. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- IX. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans or other borrowings or in payment of interest thereon to any lender.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a wilful defaulter by any bank or financial institution or government or government authority.
- (c) According to the information and explanations given to us by the management, the Company has not obtained any term loans during the year. Accordingly, clause 3(ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, funds raised on short- term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(e) of the Order is not applicable.
- (f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries as defined under the Companies Act, 2013. Accordingly, clause 3(ix)(f) of the Order is not applicable.
- X. (a) In our opinion and according to the information and explanations given to us, the company has not raised money by way of initial public offer or further public offer including debt instruments nor has the Company taken any term loans.
- (b) Based upon the audit procedures performed and the information and explanations given by the management, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Reporting under paragraph 3(x) (b) of the Order is not applicable to the Company.
- XI. (a) Based upon the audit procedures performed and the information and explanations given by the management, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.



(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

(c) The Company has not received any whistle-blower complaints during the year.

- XII. The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
- XIII. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- XIV. (a) According to the information and explanations given to us and our audit procedures, in our opinion the Company do not have an internal audit system commensurate with the size and nature of its business, ;
(b) Accordingly the availability of reports of the Internal Auditors for the period under audit was not applicable to considered by us.
- XV. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 is not applicable to the Company.
- XVI. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) of the Order are not applicable.
(b) In our opinion, the Company is not a Core Investment Company and there is no Core Investment Company (CIC) within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(c), (d) of the Order are not applicable.
- XVII. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- XVIII. There has been resignation of GOPAL SHAH AND COMPANY as a statutory auditor of company on 01/01/2024 due to unavoidable circumstances and insufficient time and there are no issues, objections or concerns raised by the outgoing auditor.



XIX. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

XX. (a) There are no unspent amounts towards Corporate Social Responsibility ("CSR") on other than on-going projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act, 2013 in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

(b) There are no amounts remaining unspent under section (5) of section 135 of Companies Act, pursuant to any on-going project has been transferred to special account in compliance with provision of sub section (6) of section 135 of the said Act. Accordingly, the reporting under paragraphs 3 (xx) (a) of the Order is not applicable to the Company.

For, ABHISHEK KUMAR & ASSOCIATES

Chartered Accountants

Firm's Registration No. 130052W



CA Abhishek Agrawal

Proprietor

Membership No. 132305

UDIN: 24132305BKEYWB2727

Place: Ahmedabad

Date: May 02, 2024



**CORPORATE INFORMATION, SIGNIFICANT ACCOUNTING POLICIES AND
NOTES TO ACCOUNTS AS ON 31st December, 2023**

NOTE 29:

A. COMPANY INFORMATION

"Sunlite Alucop Private Limited" is a privately held company established on August 4th, 2022, with the Corporate Identification Number (CIN): U27200GJ2022PLC134540. Its registered office is located at Survey NO 270A & Plot No 1 Survey No 267, Chhata Mile, Dantali, Kheda GJ-387350, IN. The company specializes in the manufacturing of copper cables and wires. Formerly known as "Sunlite Industries," the business was transformed from a partnership firm to a private limited company in accordance with the provisions outlined in Sections 366-374 of The Companies Act, 2013, and The Companies (Authorized to Register) Rules, 2018."

The Company was originally incorporated as "Sunlite Alucop Private Limited" on 04th August, 2022 under the provisions of the Companies Act, 2013 with the Registrar of Companies, Ahmedabad, with CIN U27200GJ2022PTC134540, prior to which the business was carried on as a partnership concern in the name of M/s. Sunlite Industries since September 2017. In January 2024, the company changed its name from Sunlite Alucop Private Limited to Sunlite Recycling Industries Private Limited. Subsequently, pursuant to Special Resolution passed by the Shareholders at the Extra Ordinary General Meeting, held on 10th February, 2024 the Company was converted into a Public Limited Company and consequently the name of the Company was changed from "Sunlite Recycling Industries Private Limited" to "Sunlite Recycling Industries Limited" vide a fresh certificate of incorporation consequent upon conversion from private company to public company dated 30th April, 2024 issued by the Registrar of Companies, Ahmedabad bearing CIN: U27200GJ2022PLC134540.

B. SIGNIFICANT ACCOUNTING POLICIES FOR PREPARATION OF FINANCIAL STATEMENTS

B.1 Accounting Convention

The financial statement have been prepared under the historical cost convention on the "Accrual Concept" except for certain financial instruments which are measured at fair values and Going Concern assumptions of accountancy in accordance with the accounting principles generally accepted in India and comply with the accounting standards as prescribed by Companies (Accounting Standard) Rules, 2006 and with the relevant provisions of the Companies Act, 2013 and rules made there under.

All amounts disclosed in the financial statements and notes have been rounded off to the nearest Rs. In Lakh as per the requirement of division II of Schedule III, unless otherwise stated.



B.2 Use of Estimates and Judgements

The preparation of financial statements requires management to make estimates, judgements and assumptions that affect the reported amount of assets and liabilities on the date of the financial statement and the reported amount of revenues and expenses during the reporting period. The application of accounting policies that require critical accounting estimates, which involve complex and subjective judgments and the use of assumptions in these financial statements, have been disclosed in notes. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates and judgements are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

B.3 Current and Non - Current Classification

An asset or a liability is classified as Current when it satisfies any of the following criteria:

- i. It is expected to be realized / settled, or is intended for sales or consumptions, in the Company's Normal Operating Cycle;
- ii. It is held primarily for the purpose of being traded.
- iii. It is expected to be realized / due to be settled within twelve months after the end of reporting date;
- iv. The Company does not have an unconditional right to defer the settlement of the liability for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-Current.

For the purpose of Current / Non - Current classification of assets and liabilities, the Company has ascertained its operating cycle as twelve months. This is based on the nature of services and the time between the acquisition of the assets or liabilities for processing and their realization in Cash and Cash Equivalents.



C. Basis of Preparation

1) Presentation and Disclosure of Financial Statements

These financial statements have been prepared as per “Schedule - III” notified under the Companies Act, 2013. The Company has also reclassified / regrouped / restated the previous year figures in accordance with the requirements applicable in the current year.

2) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises of all expenses incurred to bring the assets to its present location and condition. Borrowing cost directly attributable to the acquisition / construction is included in the cost of fixed assets. Adjustments arising from exchange rate variations attributable to the fixed assets are capitalized.

In case of new projects / expansion of existing projects, expenditure incurred during construction / preoperative period including interest and finance charge on specific / general purpose loans, prior to commencement of commercial production are capitalized. The same are allocated to the respective on completion of construction / erection of the capital project / fixed assets.

Subsequent expenditures related to an item of tangible asset are added to its book value only if they increase the future economic benefits from the existing asset beyond its previously assessed standard of performance.

Capital assets (including expenditure incurred during the construction period) under erection / installation are stated in the Balance Sheet as “Capital Work in Progress.”

3) Depreciation

All fixed assets, except capital work in progress, are depreciated on WDV Method. Depreciation is provided based on useful life of the assets and depreciation rates as prescribed in Schedule II to the Companies Act, 2013. Depreciation on additions to / deletions from fixed assets made during the period is provided on pro-rata basis from / up to the date of such addition / deletion as the case may be.

4) Impairment of Assets

At each balance sheet date, the Company reviews the carrying amount of its fixed assets to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the assets is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the assets and from its disposal are discounted to their present



value using a pre-tax discount rate that reflects the current market assessments of time value of money and the risks specific to the assets.

5) Investments

Investments are classified into current investments and non-current investments. Current investments i.e. investments that are readily realizable and intended to be held for not more than a year valued at cost. Any permanent reduction in the carrying amount or any reversals of such, reductions are charged or credited to the Statement of Profit & loss Account.

Non-current investments are stated at cost. Provision for diminution in the value of these investments is made only if such decline is other than temporary, in the opinion of the management.

6) Inventories

Inventories consist of Raw Materials, Stock Work-in-Progress and Finished Goods are valued at Cost or Net Realizable Value, whichever is lower.

7) Revenue Recognition

Revenue is recognized when it is probable that economic benefit associated with the transaction flows to the Company in ordinary course of its activities and the amount of revenue can be measured reliably, regardless of when the payment is being made. Revenue is measured at the fair value of consideration received or receivable, taking into the account contractually defined terms of payments, net of its returns, trade discounts and volume rebates allowed.

Revenue includes only the gross inflows of economic benefits on its own account. Amount collected on behalf of third parties such as sales tax, value added tax and goods and service tax (GST) are excluded from the Revenue.

Sale of goods is recognized at the point of dispatch of goods to customers, sales are exclusive of Sales tax, Vat, GST and Freight Charges if any. The revenue and expenditure are accounted on a going concern basis.

The capital gains on sale of investment if any are recognized on completion of transaction. No notional profits/losses are recognized on such investments.

Interest income is recognized on time proportion basis, when it is accrued and due for payment.

Dividend from investments in shares / units is recognized when the Companies right to receive payment is established.

Other items of Income are accounted as and when the right to receive arises.



8) Borrowing Cost

Borrowing Cost includes the interest, commitments charges on bank borrowings, amortization of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs that are directly attributable to the acquisition or construction of qualifying property, plants and equipment's are capitalized as a part of cost of that property, plants and equipment's. The amount of borrowing costs eligible for capitalization is determined in accordance with the Accounting Standards – 16 "Borrowing Costs". Other Borrowing Costs are recognized as expenses in the period in which they are incurred.

In accordance with the Accounting Standard – 16, exchange differences arising from foreign currency borrowings to the extent that they are regarded as adjustments to interest costs are recognized as Borrowing Costs, and are capitalized as a part of cost of such property, plants and equipment's if they are directly attributable to their acquisition or charged to the Statement or Profit and Loss.

9) Employee Benefits

Short – term employee benefits are recognized as an expense at the undiscounted amount in the profit & loss account of the year in which the related service is rendered.

Post employment and other long term employee benefits are recognized as an expense in the profit & loss account for the year in which the liabilities are crystallized.

10) Taxes on Income

Income tax expenses for the year comprises of current tax and deferred tax.

Current tax provision is determined on the basis of taxable income computed as per the provisions of the Income Tax Act.

Deferred tax is recognized for all timing differences that are capable of reversal in one or more subsequent periods subject to conditions of prudence and by applying tax rates that have been substantively enacted by the balance sheet date.

11) Foreign Currency Transaction

- i. Transactions denominated in foreign currencies are recorded at the exchange rate prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the year end are restated at closing rate.
- ii. Any exchange difference on account of settlement of foreign currency transaction and restatement of monetary assets and liabilities denominated in foreign currency is recognized in the statement of Profit & loss Account.



12) Provision, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities of the company as on December 31, 2023 are as follows:

Sr. No.	Financial Year	Demand Raised under Section	Matter	Amount involved in Rs. Lakhs	Current Status
1.	2019-20	Section 73 (5) of Central Goods and Services Tax Act, 2017	As per notice dated April 19, 2024 issued due to differential tax liability and input tax credit wrongly availed or utilized, and hence there has been tax liability and penalty imposed.	95.53	The Company has filed the reply to such show cause notice.
2.	2019-20	Section 74 (5) of Central Goods and Services Tax Act, 2017	As per notice dated April 19, 2024 issued due to input tax credit wrongly availed or utilized, there has been tax liability and penalty imposed.	328.51	The Company has filed the reply to such show cause notice.
3.	2020-21	Section 61 & 73 of Central Goods and Services Tax Act, 2017	As per notice dated October 17, 2024, due to Difference of RCM Liability and difference of ITC claimed in GSTR 3B, and tax and interest liability was imposed.	922.55	The Company has filed the reply to such show cause notice.
4.	2023-24	Section 129(3) of The Gujarat Goods and Services Tax Act, 2017 read with Section 68(3) of Central Goods and Services Tax	as per order passed by Deputy Commissioner of State Tax dated September 17, 2023 regarding an inspection of goods in movement of the Company, discrepancy has been found in relation to wrong vehicle number. A	-	The Company has paid the penalty of Rs.21, 00,884/- under protest and the Company has also filed an appeal against the mentioned order before the



		Act, 2017.	penalty amounting Rs.21,00,884 was imposed.		Deputy Commissioner of State Tax – Appeal Division, stating that due to urgent change in vehicle, there was discrepancy in the vehicle number and Company has made an outwards supply to its customer with all the rest of the details being correct.
TOTAL				1346.59	

13) Related Party Disclosure

The Disclosures of Transaction with the related parties as defined in the related parties as defined in the Accounting Standard are given in notes of accounts.

14) Accounting for Leases

A lease is classified at the inception date as finance lease or an operating lease. A lease that transfers substantially all the risk and rewards incidental to the ownership to the Company is classified as a finance lease.

The Company as a lessee:

- i. **Operating Lease:-** Rental payable under the operating lease are charged to the Statement of Profit and Loss on a Straight line basis over the term of the relevant lease.
- ii. **Finance Lease:-** Finance lease are capitalized at the commencement of the lease, at the lower of the fair value of the property or the present value of the minimum lease payments. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation. Lease payments are apportioned between finance charges and the reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against the income over the period of the lease.

The Company has not provided any of its assets on the basis of operating lease or finance lease to others.



15) Cashflow

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

16) Earnings Per Share

The Company reports the basic and diluted Earnings per Share (EPS) in accordance with Accounting Standard 20, "Earnings per Share". Basic EPS is computed by dividing the Net Profit or Loss attributable to the Equity Shareholders for the year by the weighted average number of equity shares outstanding during the year. Diluted EPS is computed by dividing the Net Profit or Loss attributable to the Equity Shareholders for the year by the weighted average number of Equity Shares outstanding during the year as adjusted for the effects of all potential Equity Shares, except where the results are Anti - Dilutive.

The weighted average number of Equity Shares outstanding during the period is adjusted for events such a Bonus Issue, Bonus elements in right issue, share splits, and reverse share split (consolidation of shares) that have changed the number of Equity Shares outstanding, without a corresponding change in resources.

17) Discontinuing Operations

During the year the company has not discontinued any of its operations.

18) Event after Reporting Date

Where events occurring after the Balance Sheet date provide evidence of condition that existed at the end of reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the Balance Sheet date of material size or nature are only disclosed.

All the events occurring after the Balance Sheet date up to the date of the approval of the financial statement of the Company by the board of directors on May 02, 2024 have been considered, disclosed and adjusted, wherever applicable, as per the requirement of Accounting Standards.

- 19) The previous year's figures have been reworked, regrouped, and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current annual financial statements and are to be read in relation to the amounts and other disclosures relating to the current financial year.
- 20) Credit and Debit balances of unsecured loans, sundry creditors, sundry Debtors, loans and Advances are subject to confirmation and therefore the effect of the same on profit could not be ascertained.
- 21) Balances of Trade Payables, Trade Receivable and Loans and Advances are subject to confirmations and reconciliation if any, by the respective parties.



22) The account balances existing at the beginning of the period have been relied upon the audited financial statements.

23) Amounts are in lakhs except units are in actual numbers wherever required considered accordingly for respective computations.

24) Segment Reporting

The company is dealing in primary segment i.e. manufacturing of all kinds of copper scrap. Company does not have distinguishable component of an enterprise that is engaged in providing an individual product or service and that is subject to risks and returns that are different from those of other business segment.

25) Statement of Management

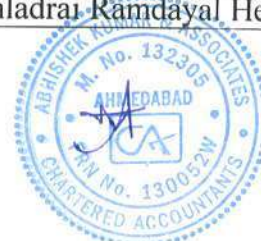
- i. The current assets, loans and advances are good and recoverable and are approximately of the values, if realized in the ordinary courses of business unless and to the extent stated otherwise in the Accounts. Provision for all known liabilities is adequate and not in excess of amount reasonably necessary.
- ii. Balance Sheet, Statement of Profit and Loss and Cash Flow Statement read together with Notes to the accounts thereon, are drawn up so as to disclose the information required under the Companies Act, 2013 as well as give a true and fair view of the statement of affairs of the Company as at the end of the year and results of the Company for the year under review.

26) Related Party Disclosure (AS 18)

Related party transactions are reported as per AS-18 of Companies (Accounting Standards) Rules, 2006, as amended.

Name of Related Parties and description of relationship

Sr. No.	Name of Related Parties
	Key Management Personnel's / Related Party
1.	Nitinkumar Akshaykumar Heda: Managing Director
2.	Prahladrai Ramdayal Heda: Chairman & Wholetime Director
3.	Khushboo Manishkumar Heda: Non-Executive Director
4.	Ronak Ashokbhai Mehta: Independent Director
5.	Jaimish Govindbhai patel: Independent Director
6.	Nikita Sharma: Company Secretary
7.	Manish Heda: Chief Financial Officer
	Associate Concerns
1.	Komal Heda: Wife of Nitin kumar Heda
2.	Heda ladkumari Prahladrai: Wife of Prahladrai Ramdayal Heda



(Rs in Lakhs)

Sr. No.	Nature of Transaction	Name of Related Parties	For the Period Ended on December 31, 2023
I	Directors Remuneration		
		Nitin Kumar Heda	67.50
		Prahladrai Ramdayal Heda	22.50
II	Interest		
		Heda Akshaykumar R HUF	1.93
		Manishkumar A Heda HUF	0.22
		Manish Kumar Heda	0.60
		Nitinkumar A Heda HUF	0.22
III	Rent	Nitin Kumar Heda	12.60
IV	Salary	Manish Kumar Heda	36.02
		Pratik Satishbhai Shah	3.62
V	Loan Received (Paid) during the Year to Related Parties		
		Akshaykumar Heda	
		Opening Balance	0.21
		Loan Received during the year	44.79
		Loan Paid during the year	(45.00)
		Closing Balance	0.00
		Heda Akshaykumar R HUF	
		Opening Balance	7.58
		Loan Received during the year	61.24
		Loan Paid during the year	(68.82)
		Closing Balance	0.00
		Heda Prahladrai R HUF	
		Opening Balance	7.58
		Loan Received during the year	0.20
		Loan Paid during the year	(7.78)
		Closing Balance	0.00
		Komal Heda	
		Opening Balance	101.17
		Loan Received during the year	57.00
		Loan Paid during the year	(6.00)
		Closing Balance	152.17
		Ladkumari Heda	
		Opening Balance	7.64
		Loan Received during the year	21.16
		Loan Paid during the year	0.00
		Closing Balance	28.80



		Manishkumar A Heda HUF	
		Opening Balance	7.58
		Loan Received during the year	0.20
		Loan Paid during the year	(7.78)
		Closing Balance	0.00
		Manishkumar Heda	
		Opening Balance	5.31
		Loan Received during the year	58.24
		Loan Paid during the year	(63.55)
		Closing Balance	0.00
		Nitinkumar A Heda HUF	
		Opening Balance	7.58
		Loan Received during the year	0.20
		Loan Paid during the year	(7.78)
		Closing Balance	0.00
		Reena P Heda	
		Opening Balance	0.00
		Loan Received during the year	27.00
		Loan Paid during the year	(5.25)
		Closing Balance	21.75
		Shardaben A Heda	
		Opening Balance	1.29
		Loan Received during the year	51.87
		Loan Paid during the year	(53.16)
		Closing Balance	0.00
		Khushboo Manishkumar Heda	
		Opening Balance	758.58
		Loan Received during the year	8.49
		Loan Paid during the year	(152.50)
		Closing Balance	614.57
		Nitin Heda	
		Opening Balance	397.36
		Loan Received during the year	642.49
		Loan Paid during the year	(423.84)
		Closing Balance	616.01
		Prahladrai R Heda	
		Opening Balance	415.52
		Loan Received during the year	63.54
		Loan Paid during the year	(35.80)
		Closing Balance	443.27
VI	Sales		
		Shivamkopper Cast LLP	0.03
		Sunlite Aluminium Pvt Ltd	15.27



27) Notes forming part of accounts in relation to Micro and small enterprise

Based on information available with the company, on the status of the suppliers being Micro or small enterprises, on which the auditors have relied, the disclosure requirements of Schedule III to the Companies Act, 2013 with regard to the payments made/due to Micro and small Enterprises are given below:

Sr. No.	Particulars	Year ended on 31st December, 2023		Year ended on 31st March, 2023	
		Principal	Interest	Principal	Interest
1	Amount due as at the date of Balance sheet	Nil	Nil	Nil	Nil
2	Amount paid beyond the appointed date during the year	Nil	Nil	Nil	Nil
3	Amount of interest due and payable for the period of delay in making payments of principal during the year beyond the appointed date	Nil	Nil	Nil	Nil
4	The amount of interest accrued and remaining unpaid as at the date of Balance sheet	Nil	Nil	Nil	Nil

The company has initiated the process of obtaining the confirmation from suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) but has not received the same in totality. The above information is compiled based on the extent of responses received by the company from its suppliers.

28) Tittle deeds of immovable property :-

Tittle deeds of immovable property have not been held in the name of promoter, director, or relative of promoter/ director or employee of promoters / director of the company, hence same are held in the name of the company.

29) Revaluation of property, plants and equipment's :-

The Company has not revalued its Property, Plant and Equipment for the current year.



30) Loans or Advances in the nature of loans :-

No Loans or Advances in loans are granted to promoters, directors, KMPs and the related parties except one of subsidiaries (as defined under Companies Act, 2013,) either severally or jointly with any other person.

31) Intangible assets under development :-

There are no Intangible assets under development in the current year.

32) Details of Benami property held :-

The company does not hold any benami property under the Benami Transaction (prohibition) act, 1988 and the rules there made under. Hence any proceeding has not been initiated or pending against the company for holding any benami property under the Benami Transaction (prohibition) act, 1988 and rules made there under.

33) Borrowings from bank or financial institution on the basis of current assets :-

The Company has borrowings from banks on the basis of security of current assets. The quarterly returns or statements of current assets filed by the Company with banks are in agreement with the books of accounts. -

34) Wilful Defaulter :-

The company has not been declared as wilful defaulter by any bank or financial institution or government or government authority during the year reporting period.

35) Relationship with struck off companies :-

The company does not have transaction with the struck off under section 248 of companies act, 2013 or section 560 of companies act, 1956.

36) Registration of charges or satisfaction with Registrar of companies :-

The company does not have any charges or satisfaction, which is yet to be registered with ROC beyond the statutory period.

37) Compliance with number of layers of companies :-

The company is in compliance with the number of layers prescribed under clause (87) of section 2 of company's act read with companies (restriction on number of layers) Rules, 2017.



38) Compliance with approved scheme of Arrangements :-

Company does not have made any arrangements in terms of section 230 to 237 of company's act 2013, and hence there is no deviation to be disclosed.

39) Utilization of borrowed funds and share premium :-

As on December 31, 2023, there is no unutilized amount in respect of any issue of securities and long-term borrowing from banks and financial institution. The borrowed funds have been utilized for the specific purpose for which the funds were raised.

40) Corporate social responsibility (CSR).

As per Section 135 of the Companies Act, 2013, a company, meeting the applicability threshold, needs to spend at least 2% of its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The areas for CSR activities are promoting education, promoting gender equality by empowering women, healthcare, environment sustainability, art and culture, destitute care and rehabilitation, disaster relief, COVID-19 relief and rural development projects. A CSR committee has been formed by the Company as per the Act. The funds were primarily utilized through the year on these activities which are specified in Schedule VII of the Companies Act, 2013. However, the provisions of Corporate Social Responsibility (CSR) are not applicable to the company.

41) Details of crypto currency and virtual currency.

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

42)

- i. No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries .



- ii. No funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

As per our Report of Even Date attached
For, Abhishek Kumar & Associates
Chartered Accountants
FRN: 130052W



CA ABHISHEK AGARWAL
Proprietor
Membership No. 132305
UDIN : 24132305BKEYWB2727

Date : May 02, 2024
Place : Ahmedabad



Sunlite Recycling Industries Ltd
Balance Sheet as at 31 December 2023

(₹ in lacs)

Particulars	Note	31 December 2023	31 March 2023
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds			
(a) Share Capital	3	50.00	50.00
(b) Reserves and Surplus	4	1,062.59	421.53
Total		1,112.59	471.53
(2) Non-current liabilities			
(a) Long-term Borrowings	5	2,639.90	2,191.67
(b) Deferred Tax Liabilities (net)		22.99	7.47
(c) Long-term Provisions	6	3.47	1.75
Total		2,666.36	2,200.89
(3) Current liabilities			
(a) Short-term Borrowings	7	3,256.58	2,408.44
(b) Trade Payables	8		
- Due to Micro and Small Enterprises		1,423.93	436.62
- Due to Others		251.06	1,167.37
(c) Other Current Liabilities	9	145.69	277.21
(d) Short-term Provisions	10	305.86	1.01
Total		5,383.12	4,290.65
Total Equity and Liabilities		9,162.07	6,963.07
II. ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	11	1,252.80	1,190.03
(b) Other Non-current Assets	12	46.66	84.01
Total		1,299.46	1,274.04
(2) Current assets			
(a) Inventories	13	4,432.79	3,875.67
(b) Trade Receivables	14	1,928.08	1,167.74
(c) Cash and cash equivalents	15	1,006.94	203.22
(d) Short-term Loans and Advances	16	170.90	123.46
(e) Other Current Assets	17	323.90	318.94
Total		7,862.61	5,689.03
Total Assets		9,162.07	6,963.07

See accompanying notes to the financial statements

As per our report of even date

For Abhishek Kumar & Associates

Chartered Accountants

Firm's Registration No. 130052W

Asane

CA ABHISHEK AGRAWAL

Proprietor

Membership No. 132305

UDIN: 24132305BKKEYWB2727

Place: Ahmedabad

Date: 2 May 2024



Nikita

Nikita Sharma
Company Secretary
M No. A50255



For and on behalf of the Board of
Sunlite Recycling Industries Ltd

Niti Heda
Director
0383855

Prahladrai

Prahladrai Heda
Director
09696242

Place: Nadiad
Date: 2 May 2024

Sunlite Recycling Industries Ltd

Statement of Profit and loss for the year ended 31 December 2023

(₹ in lacs)

Particulars	Note	31 December 2023	31 March 2023
Revenue from Operations	18	85,168.32	74,030.11
Other Income	19	17.40	20.03
Total Income		85,185.72	74,050.14
Expenses			
Cost of Material Consumed	20	80,545.42	68,276.76
Purchases of Stock in Trade	21	1,364.23	1,181.44
Change in Inventories of work in progress and finished goods	22	(407.49)	1,989.25
Employee Benefit Expenses	23	193.59	173.91
Finance Costs	24	373.90	326.94
Depreciation and Amortization Expenses	25	169.65	129.32
Other Expenses	26	2,133.45	1,339.75
Total expenses		84,372.75	73,417.37
Profit/(Loss) before Exceptional and Extraordinary Item and Tax		812.97	632.77
Exceptional Item		-	-
Profit/(Loss) before Extraordinary Item and Tax		812.97	632.77
Extraordinary Item		-	-
Profit/(Loss) before Tax		812.97	632.77
Tax Expenses	27		
- Current Tax		187.69	203.77
- Deferred Tax		15.52	7.47
Profit/(Loss) after Tax		609.76	421.53
Earnings Per Share (Face Value per Share Rs.10 each)			
-Basic (In Rs)	28	121.95	128.21
-Diluted (In Rs)	28	NA	NA

See accompanying notes to the financial statements

As per our report of even date

For Abhishek Kumar & Associates

Chartered Accountants

Firm's Registration No. 130052W

Abhishek

CA ABHISHEK AGRAWAL
Proprietor
Membership No. 132305
UDIN: 24132305BKEYWB2727

Place: Ahmedabad
Date: 2 May 2024



Nikita
Nikita Sharma
Company Secretary
M No. A50255



For and on behalf of the Board of
Sunlite Recycling Industries Ltd

Nikita
Nikita Sharma
Director
0383855

P. R. Heda
P. R. Heda
Director
09696242

Place: Nadiad
Date: 2 May 2024

Sunlite Recycling Industries Ltd

Cash Flow Statement for the year ended 31 December 2023

(₹ in lacs)

Particulars	Note	31 December 2023	31 March 2023
CASH FLOW FROM OPERATING ACTIVITIES			
Net Profit after tax		609.76	421.53
Profit/(loss) from Discontinuing Operation (after tax)		-	-
Depreciation and Amortisation Expense		169.65	129.32
Provision for tax		203.21	211.24
Effect of Exchange Rate Change		-	-
Loss/(Gain) on Sale / Discard of Assets (Net)		-	-
Bad debt, provision for doubtful debts		-	-
Net Loss/(Gain) on Sale of Investments		-	-
Non Cash Expenses		-	-
Dividend Income		-	-
Interest Income		(3.90)	(2.16)
Finance Costs		373.90	326.95
Operating Profit before working capital changes		1,352.62	1,086.87
Adjustment for:			
Inventories		(557.12)	(3,875.67)
Trade Receivables		(760.34)	(1,167.75)
Loans and Advances		(1.15)	(0.53)
Other Current Assets		9.59	(410.59)
Other Non current Assets		37.35	(61.81)
Trade Payables		71.01	1,603.99
Other Current Liabilities		(131.52)	277.21
Long term Liabilities		-	-
Short-term Provisions		117.16	1.01
Long-term Provisions		1.71	1.75
Cash (Used in)/Generated from Operations		139.31	(2,545.50)
Tax paid(Net)		28.44	234.90
Net Cash (Used in)/Generated from Operating Activities		110.87	(2,780.40)
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Property, Plant and Equipment		(232.42)	(1,319.35)
Sale of Property, Plant and Equipment		-	-
Purchase of Investments Property		-	-
Sale of Investment Property		-	-
Purchase of Equity Instruments		-	-
Proceeds from Sale of Equity Instruments		-	-
Purchase of Mutual Funds		-	-
Proceeds from Sale / Redemption of Mutual Funds		-	-
Purchase of Preference Shares		-	-
Proceeds from Sale/Redemption of Preference Shares		-	-
Purchase of Government or trust securities		-	-
Proceeds from Sale/Redemption of Government or trust securities		-	-
Purchase of debentures or bonds		-	-
Proceeds from Sale/Redemption of debentures or bonds		-	-
Purchase of Other Investments		-	-



Sale / Redemption of Other Investments	-	-
Loans and Advances given	-	-
Proceeds from Loans and Advances	-	-
Investment in Term Deposits	-	(22.20)
Maturity of Term Deposits	-	-
Movement in other non current assets	-	-
Interest received	2.81	2.00
Dividend received	-	-
Net Cash (Used in)/Generated from Investing Activities	(229.61)	(1,339.55)
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Issue of Share Capital	-	50.00
Buyback of Shares	-	-
Proceeds from Long Term Borrowings	448.22	2,191.67
Repayment of Long Term Borrowings	-	-
Proceeds from Short Term Borrowings	848.14	2,408.44
Repayment of Short Term Borrowings	-	-
Minority Interest Movement	-	-
Dividends Paid (including Dividend Distribution Tax)	-	-
Interest Paid	(373.90)	(326.95)
Net Cash (Used in)/Generated from Financing Activities	922.46	4,323.16
Net Increase/(Decrease) in Cash and Cash Equivalents	803.72	203.22
Opening Balance of Cash and Cash Equivalents	203.22	-
Exchange difference of Foreign Currency Cash and Cash equivalents	-	-
Closing Balance of Cash and Cash Equivalents	15	1,006.94
		203.22

Note:

The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in the Accounting Standard 3 (AS-3), "Cash Flow Statements".

See accompanying notes to the financial statements

As per our report of even date

For Abhishek Kumar & Associates

Chartered Accountants

Firm's Registration No. 130052W

[Signature]

CA ABHISHEK AGRAWAL

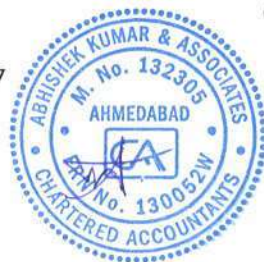
Proprietor

Membership No. 132305

UDIN: 24132305BKEYWB2727

Place: Ahmedabad

Date: 2 May 2024



[Signature]

Nikita Sharma

Company Secretary

M No. A50255



Niti Heda

Director

0383855

[Signature]

Prahladrai Heda

Director

09696242

Place: Nadiad

Date: 2 May 2024

Sunlite Recycling Industries Ltd
Notes forming part of the Financial Statements

3 Share Capital

(` in lacs)

Particulars	31 December 2023	31 March 2023
Authorised Share Capital		
Equity Shares, Rs. 10 par value, 500000 (Previous Year -500000) Equity Shares	50.00	50.00
Issued, Subscribed and Fully Paid up Share Capital		
Equity Shares, Rs. 10 par value 500000 (Previous Year -500000) Equity Shares paid up	50.00	50.00
Total	50.00	50.00

(i) Reconciliation of number of shares

Particulars	31 December 2023		31 March 2023	
	No. of shares	(` in lacs)	No. of shares	(` in lacs)
Equity Shares				
Opening Balance	5,00,000	50.00	-	-
Issued during the year	-	-	5,00,000	50.00
Deletion	-	-	-	-
Closing balance	5,00,000	50.00	5,00,000	50.00

(ii) Rights, preferences and restrictions attached to shares

Equity Shares: The Company has one class of equity shares. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(iii) Details of Shares held by shareholders holding more than 5% of the aggregate shares in the company

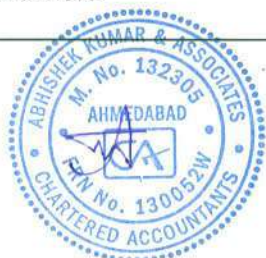
Equity Shares Name of Shareholder	31 December 2023		31 March 2023	
	No. of shares	In %	No. of shares	In %
Nitin Akshaykumar Heda	2,50,000	50.00%	2,49,998	50.00%
Prahladrai Ramdayal Heda	1,25,000	25.00%	1,24,999	25.00%
Khushboo Manishkumar Heda	1,25,000	25.00%	1,24,999	25.00%

(iv) Shares held by Promoters at the end of the year 31 December 2023

Name of Promoter	Class of Shares	No. of Shares	% of total shares	% Change during the year
Nitin Akshaykumar Heda	Equity	2,50,000	50.00%	0.00%
Prahladrai Ramdayal Heda	Equity	1,25,000	25.00%	0.00%
Khushboo Manishkumar Heda	Equity	1,25,000	25.00%	0.00%

Shares held by Promoters at the end of the year 31 March 2023

Name of Promoter	Class of Shares	No. of Shares	% of total shares	% Change during the year
Nitin Akshaykumar Heda	Equity	2,49,998	50.00%	0.00%
Prahladrai Ramdayal Heda	Equity	1,24,999	25.00%	0.00%
Khushboo Manishkumar Heda	Equity	1,24,999	25.00%	0.00%



4 Reserves and Surplus

(` in lacs)

Particulars	31 December 2023	31 March 2023
Statement of Profit and loss		
Balance at the beginning of the year	421.53	-
Add: Profit/(loss) during the year	609.76	421.53
Less: Appropriation		
Excess Income Tax Refund Due to change in estimation	31.31	-
Balance at the end of the year	1,062.59	421.53
Total	1,062.59	421.53

Provision for Previous Year 2022-2023 was made without taking concession given to domestic company based on turnover criteria. Due to which company has received refund of Rs. 31,30,574 in excess of Income Tax Provision. Such excess refund due to change in estimation has been credited to Reserves & Surplus.

5 Long term borrowings

(` in lacs)

Particulars	31 December 2023	31 March 2023
Secured Term loans from banks	680.73	727.86
Unsecured Term loans from other parties	475.61	-
Less : Current Maturity of long term borrowings	(393.00)	(253.58)
Unsecured Loans and advances from related parties	1,876.56	1,717.39
Total	2,639.90	2,191.67

Particulars of Long term Borrowings

Name of Lender/Type of Loan	Nature of Security	Rate of Interest	Monthly Installments	No of Installment
-HDFC CAR LOAN - 119290543	Motor Car	11.78%	68790	39
-HDFC TERM LOAN - 451985244	Working Capital	9.25%	173892	61
-HDFC TERM LOAN - 88130147	Working Capital	10.02%	208799	68
-HDFC TERM LOAN - 83815930	Working Capital	9.75%	136990	59
-HDFC TERM LOAN - 84314647	Working Capital	9.71%	1257925	67
-HDFC TERM LOAN - 85344486	Working Capital	9.75%	203028	62
-HDFC TERM LOAN - 8762893	Working Capital	9.25%	358551	49

6 Long term provisions

(` in lacs)

Particulars	31 December 2023	31 March 2023
Provision for employee benefits		
-Gratuity Provision	3.47	1.75
Total	3.47	1.75



7 Short term borrowings

(` in lacs)

Particulars	31 December 2023	31 March 2023
Secured Loans repayable on demand from banks		
-Axis Cash Credit	226.04	-
-HDFC Cash Credit	2,637.54	2,154.86
Current Maturity of long term borrowings	393.00	253.58
Total	3,256.58	2,408.44

Particulars of Short term Borrowings

Name of Lender/Type of Loan	Rate of	Nature of Security
Axis Bank Cc Account - 923030046282100, Cash Credit	8.90%	Cash Credit
Hdfc Cc A/C 50200073104369, Cash Credit	8.63%	Cash Credit

8 Trade payables

(` in lacs)

Particulars	31 December 2023	31 March 2023
Due to Micro and Small Enterprises	1,423.93	436.62
Due to others	251.06	1,167.37
Total	1,674.99	1,603.99

8.1 Trade Payable ageing schedule as at 31 December 2023

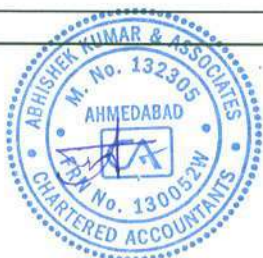
(` in lacs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	1,423.93	-	-	-	1,423.93
Others	204.00	47.07	-	-	251.06
Disputed dues- MSME					-
Disputed dues- Others					-
Sub total					1,675.00
MSME - Undue					-
Others - Undue					-
MSME - Unbilled					-
Others - Unbilled					-
Total					1,675.00

8.2 Trade Payable ageing schedule as at 31 March 2023

(` in lacs)

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	436.62	-	-	-	436.62
Others	1,167.37	-	-	-	1,167.37
Disputed dues- MSME					-
Disputed dues- Others					-
Sub total					1,603.99
MSME - Undue					-
Others - Undue					-
MSME - Unbilled					-
Others - Unbilled					-
Total					1,603.99



8.2 Micro and Small Enterprise

(' in lacs)

Particulars	31 December 2023		31 March 2023	
	Principal	Interest	Principal	Interest
Amount Due to Supplier	-	-	-	-
Principal amount paid beyond appointed date	-	-	-	-
Interest due and payable for the year	-	-	-	-
Interest accrued and remaining unpaid	-	-	-	-
Interest paid other than under Section 16 of MSMED Act to suppliers registered under the MSMED Act, beyond the appointed day during the year.	-	-	-	-
Interest paid under Section 16 of MSMED Act to suppliers registered under the MSMED Act beyond the appointed day during the year.	-	-	-	-
Further interest remaining due and payable for earlier years.	-	-	-	-

The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum in accordance with the 'Micro, Small and Medium Enterprises Development Act, 2006 ('the Act')'. Accordingly the disclosure in respect of the amounts payable to such enterprises as at 31 December 2023 has not been made in the financial statements since such information was not received and made available by the Company. Further in view of the Management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act is not expected to be material. The Company has not received any claim for interest from any supplier as at the balance sheet date.

9 Other current liabilities

(' in lacs)

Particulars	31 December 2023	31 March 2023
Statutory dues		
-GST Payable	63.07	6.23
-PF Payable	-	0.11
-Professional Tax	0.50	0.74
-TCS / TDS Payable	14.68	56.72
Advances from customers	58.36	205.01
Salary and Labour Expenses Payable	9.08	8.40
Total	145.69	277.21

10 Short term provisions

(' in lacs)

Particulars	31 December 2023	31 March 2023
Provision for employee benefits		
-Interest accrued but not due on borrowings	116.91	-
-Gratuity Provision	0.01	0.01
-Audit Fees Payable	1.25	1.00
-Income Tax Provision	187.69	
Total	305.86	1.01



Sunlite Recycling Industries Ltd

Notes forming part of the Financial Statements

Property, Plant and Equipment

Name of Assets	Gross Block			Depreciation and Amortization			Net Block	
	As on 01-Apr-22	Addition	Deduction	As on 31-Mar-23	for the year	Deduction	As on 31-Mar-23	As on 31-Mar-22
Building	324.62	26.50	-	351.12	23.69	-	309.30	306.49
Office Equipments	4.19	0.57	-	4.76	1.33	-	2.60	3.36
Furniture and Fixtures	4.73	3.76	-	8.49	1.46	-	6.30	4.00
Computer	2.11	2.23	-	4.34	1.33	-	2.25	1.35
Vehicles	37.41	-	-	37.41	6.15	-	25.47	31.62
Plant and Equipment	946.28	19.37	-	965.65	116.09	-	746.48	843.21
Electrical Installations and Equipment	-	180.00	-	180.00	19.61	-	160.39	-
Total	1,319.34	232.42	-	1,551.77	169.65	-	1,252.80	1,190.03

(₹ in lacs)



Sunlite Recycling Industries Ltd
Notes forming part of the Financial Statements

12 Other non current assets

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Security Deposits		
-GUJARAT GAS MGO CD	23.26	-
-Mgvcl Security Deposit	-	60.71
-Mstc Ltd Deposit	0.10	0.10
-Mumbai Office Deposit	1.00	1.00
-SECURITY (KINSHIP GLOVBAL ENT)	0.10	-
Bank deposits having maturity of greater than 12 months		
-HDFC Bank FDR	22.20	22.20
Total	46.66	84.01

13 Inventories

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Stock-in-trade	3,345.50	3,256.67
Work-in-progress	905.84	493.63
Finished goods	64.23	68.94
Stores and spares	108.53	52.73
Packing Material	8.70	3.70
Total	4,432.79	3,875.67

14 Trade receivables

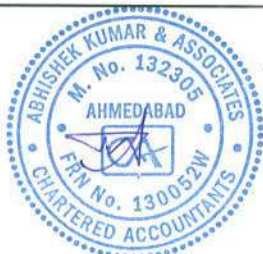
(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Unsecured considered good	1,928.08	1,167.74
Total	1,928.08	1,167.74

14.1 Trade Receivables ageing schedule as at 31 December 2023

(₹ in lacs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables-considered good	1,928.08					1,928.08
Undisputed Trade Receivables-considered doubtful						-
Disputed Trade Receivables considered good						-
Disputed Trade Receivables considered doubtful						-
Sub total						1,928.08
Undue - considered good						
Total						1,928.08



14.2 Trade Receivables ageing schedule as at 31 March 2023

(₹ in lacs)

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables- considered good	1,126.12	41.63	-	-	-	1,167.75
Undisputed Trade Receivables- considered doubtful	-	-	-	-	-	-
Disputed Trade Receivables considered good	-	-	-	-	-	-
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Sub total						1,167.75
Undue - considered good						-
Undue - considered doubtful						-
Provision for doubtful debts						-
Total						1,167.75

15 Cash and cash equivalents

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Cash on hand		
-Cash	3.91	3.37
Balances with banks in current accounts	1,000.18	198.70
Others		
-ICICI MARGIN MONEY	2.85	1.15
Cash and cash equivalents - total	1,006.94	203.22
Total	1,006.94	203.22

Fixed Deposits of Rs. 22.20 lacs (PY-Nil) are lien marked against Bank Guaranties issued during normal course of business.

16 Short term loans and advances

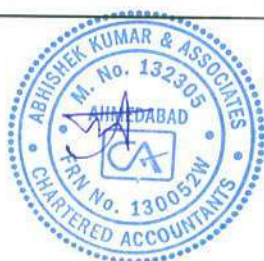
(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Loans and advances to employees	1.68	0.53
Balances with Government Authorities		
-Duty Draw Back Receivable	7.02	7.02
-GST Credit	50.32	84.79
-GST Penalty	21.01	-
-TDS/TCS Receivable	90.87	31.12
Total	170.90	123.46

17 Other current assets

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Interest accrued	1.26	0.16
Advance Paid to Supplier	125.42	318.78
Prepaid Expenses	8.72	-
Rent Receivable	13.50	
Advance Income Tax	175.00	
Total	323.90	318.94



18 Revenue from operations

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Sale of products		
-Export Sales	-	545.05
-Gst Sales	84,922.15	73,253.90
Other operating revenues		
-Freight	19.30	18.95
-Jobwork Income	226.77	212.21
-Packing Material	0.10	-
Total	85,168.32	74,030.11

19 Other Income

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Interest Income		
-Interest Income	1.09	2.16
-Interest on I T Refund	2.81	-
Others		
-Duty Draw Back	-	7.02
-Rent Income	13.50	10.85
Total	17.40	20.03

20 Cost of Material Consumed

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Raw Material Consumed		
Opening stock	3,256.67	63.28
Add: Purchases of Raw Material during the period	80,439.09	71,282.60
Less: Closing stock	(3,345.50)	(3,256.67)
Total	80,350.26	68,089.22
Packing Material Consumed		
Opening stock	3.70	-
Add: Purchases of Packing Material during the period	30.94	30.70
Less: Closing stock	(8.70)	(3.70)
Total	25.94	27.00
Stores & Spares Consumed		
Opening stock	52.73	51.51
Add: Purchases of Stores & Spares during the period	225.02	161.76
Less: Closing stock	(108.53)	(52.73)
Total	169.22	160.54
Total	80,545.42	68,276.76



21 Purchases of stock in trade

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Purchases of stock in trade	1,364.23	1,181.44
Total	1,364.23	1,181.44

22 Change in Inventories of work in progress and finished goods

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Opening Inventories		
Finished Goods	68.94	-
Work-in-progress	493.63	2,551.83
Less: Closing Inventories		
Finished Goods	(64.23)	(68.94)
Work-in-progress	(905.84)	(493.63)
Total	(407.49)	1,989.25

23 Employee benefit expenses

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Salaries and wages		
-Director's Remuneration	90.00	88.00
-Salary	55.98	45.39
-Wages	45.32	38.33
Contribution to provident and other funds		
-P F Contribution From Employer	0.57	0.43
Gratuity Expenses	1.72	1.76
Total	193.59	173.91

Defined Benefit Plan

Changes in the present value of the defined benefit obligation

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Defined Benefit Obligation at beginning of the year	1.76	-
Current Service Cost	2.16	1.76
Interest Cost	0.10	-
Actuarial (Gain) / Loss	(0.54)	-
Benefits Paid	-	-
Defined Benefit Obligation at year end	3.48	1.76

Reconciliation of present value of defined benefit obligation and fair value of assets

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Present value obligation as at the end of the year	3.48	1.76
Fair value of plan assets as at the end of the year	-	-
Funded status/(deficit) or Unfunded net liability	(3.48)	(1.76)
Unfunded net liability recognized in balance sheet	3.48	1.76
Amount classified as:		
Short term provision	0.01	0.01
Long term provision	3.47	1.75



Expenses recognized in Profit and Loss Account

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Current service cost	2.16	1.76
Interest cost	0.10	-
Deficit in acquisition cost recovered	-	-
Expected return on plan assets	-	-
Net actuarial loss/(gain) recognized during the year	(0.54)	-
Total expense recognised in Profit and Loss	1.72	1.76

Actuarial assumptions

Particulars	31 December 2023	31 March 2023
Discount Rate	7.40%	7.50%
Expected Rate of increase in Compensation Level	7.00%	7.00%
Expected Rate of return on Plan assets	Not Applicable	Not Applicable
Mortality Rate	Indian Assured Lives Mortality (2012-14) Table	Indian Assured Lives Mortality (2012-14) Table
Retirement Rate	As per Age	As per Age
Average Attained Age	33.83	34.02
Withdrawal Rate	As per Age	As per Age

General Description of the Plan

The Entity operates gratuity plan wherein every employee is entitled to the benefit equivalent to fifteen days salary last drawn for each completed year of service. The same is payable on termination of service or retirement, whichever is earlier. The benefit vests after five years of continuous service. In case of some employees, the Entity's scheme is more favourable as compared to the obligation under Payment of Gratuity Act, 1972.

24 Finance costs

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Interest expense		
-Interest - Others	9.56	0.72
-Interest on CC	119.27	52.82
-Interest on LC Discounting	83.27	65.55
-Interest on Term Loan	50.80	42.32
-Interest On Unsecured Loan	119.68	158.67
-Interest Subsidy	(21.57)	(14.13)
Other borrowing costs	12.89	20.99
Total	373.90	326.94

25 Depreciation and amortization expenses

(₹ in lacs)

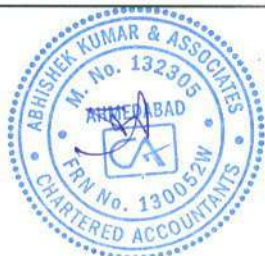
Particulars	31 December 2023	31 March 2023
Depreciation on property, plant and equipment		
-Depreciation	169.65	129.32
Total	169.65	129.32



26 Other expenses

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Auditors' Remuneration	1.25	1.00
Administrative expenses		
-Association Fee	0.10	-
-Courier And Postage Charges	0.25	0.15
-Interent Charges	0.14	0.14
-P F Administration Charges	0.06	0.06
-Printing and Stationery	7.24	2.75
-Software Expense	0.11	0.11
-Vat Exps	-	0.31
Advertisement	7.62	-
Commission	7.87	18.12
Consultancy fees	46.43	37.94
Direct expenses		
-Cha Charges	8.56	4.46
-Commission on Purchase	3.12	-
-Custom Duty	736.18	268.14
-Edi Charges	0.08	0.02
-Factory Exps	0.35	0.20
-Freight Inward	26.30	16.86
-Import Clearing Charges	110.93	40.48
-Jobwork Charges Exps	49.39	10.60
-Labour Charges	28.00	28.00
-OTHER MISC. CHARGES ON IMPORT	2.17	-
-Bis Exps	-	0.77
-Eepc India Fee	-	0.09
-Eft Expenses	-	1.00
-Freight outward	197.33	183.02
-Security Charges	3.41	3.10
-Weigh Bridge Charges	1.60	0.88
-Weighing Scale Charges	0.24	0.16
Insurance	7.02	7.56
Power and fuel		
-Diesel Expenses	7.47	1.47
-Electricity Expense	221.81	120.00
-Gas Consumption Charges	545.28	522.92
-Others	36.00	31.35
Rent	15.30	12.58
Repairs others	12.16	13.37
Rates and taxes	12.94	0.04
Travelling Expenses	-	1.53
Miscellaneous expenses	0.10	-
Other Expenses		
-Currency Conversion Charges	34.10	12.68
-Digital /Software Expenses	0.91	(0.78)
-Foreign Currency Rate Diffrence	(0.24)	-
-General Exps	-	0.45
-GPCB CHARGES	0.66	-
-Kasar	0.08	(1.86)
-LABOUR MEDICAL EXPS	0.99	-
-Misc. Expenses	0.02	0.08
Stock Audit Fee	0.12	-
Total	2,133.45	1,339.75



27 Tax Expenses

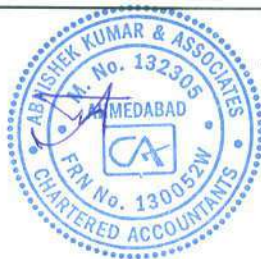
(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Current Tax	187.69	203.77
Deferred Tax	15.52	7.47
Total	203.21	211.24

Significant components of Deferred Tax charged during the year

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Difference between book depreciation and tax depreciation	15.37	8.06
Expenses provided but allowable in Income tax on Payment basis	0.16	(0.59)
Total	15.52	7.47



Sunlite Recycling Industries Ltd
Notes forming part of the Financial Statements

28 Earning per share

Particulars	31 December 2023	31 March 2023
Profit attributable to equity shareholders (' in lacs)	609.76	421.53
Weighted average number of Equity Shares	5,00,000	3,28,767
Earnings per share basic (Rs)	121.95	128.21
Earnings per share diluted (Rs)	NA	NA
Face value per equity share (Rs)	10	10

29 Auditors' Remuneration

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Payments to auditor as		
- Auditor	1.25	1.00
Total	1.25	1.00

30 Earnings in Foreign Currencies

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Export of Goods calculated on FOB basis	-	545.05
Foreign Exchange Gain	0.24	0.78
Total	0.24	545.83

31 Value of Import on CIF basis

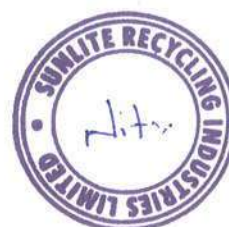
(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Raw Materials	26,267.57	9,583.72
Components and Spare Parts	26.57	-
Capital goods	-	35.67
Total	26,294.15	9,619.40

32 Value of imported and indigenous raw materials, spare parts and components consumed

(₹ in lacs)

Particulars	31 December 2023	31 March 2023
Raw Materials		
- Imported	26,267.57	9,583.72
- Indigenous	54,082.68	58,505.50
Spare parts and components		
- Imported	26.57	-
- Indigenous	142.64	160.54
Total	80,519.47	68,249.76



33 Un-hedged foreign currency exposure

The foreign currency exposure of the company is not hedged. A details of Unhedged foreign currency exposure at the

Particulars	Foreign Currency(FC)	31 December 2023	31 March 2023	31 December 2023	31 March 2023
		Amount in FC	Amount in FC	Amount in INR	Amount in INR
Trade Receivable-Debit Balance	USD		2.23		182.83
Total		-	2.23	-	182.83

34 Related Party Disclosure

(i) List of Related Parties

Relationship

Akshaykumar Ramdayal Heda	Father of Director
Khusboo Manishkumar Heda	Director
Komal Heda	Wife of Director
Ladkumari Prahaladbhai Heda	Wife of Director
Manishkumar Heda	Brother of Director
Nitinkumar Heda	Director
Prahladra Ramdayal Heda	Director
Shardakumari Heda	Mother of Director
Sunlite Aluminium Private Limited	Company

(ii) Related Party Transactions

(₹ in lacs)

Particulars	Relationship	31 December 2023	31 March 2023
Remuneration			
- Nitinkumar Heda	Director	67.50	66.00
- Prahladra Ramdayal Heda	Director	22.50	22.00
Salary			
- Manishkumar Heda	Brother of Director	36.02	32.02
Rent			
- Sunlite Aluminium Private Limited	Company	-	10.85

(iii) Related Party Balances

(₹ in lacs)

Particulars	Relationship	31 December 2023	31 March 2023
Unsecured Loans			
- Nitinkumar Heda	Director	616.01	397.36
- Prahladra Ramdayal Heda	Director	443.27	415.52
- Khusboo Manishkumar Heda	Director	614.57	758.58
- Komal Heda	Wife of Director	152.17	101.17
- Ladkumari Prahaladbhai Heda	Wife of Director	28.80	7.64
- Manishkumar Heda	Brother of Director	-	5.31
- Shardakumari Heda	Mother of Director	-	1.29
- Akshaykumar Ramdayal Heda	Father of Director	-	0.21



35 Ratio Analysis

Particulars	Numerator/Denominator	31 December 2023	31 March 2023	Change in %
(a) Current Ratio	$\frac{\text{Current Assets}}{\text{Current Liabilities}}$	1.60	1.41	13.29%
(b) Debt-Equity Ratio	$\frac{\text{Total Debts}}{\text{Shareholder's Equity}}$	5.30	9.76	-45.68%
(c) Return on Equity Ratio	$\frac{\text{Profit after Tax}}{\text{Average Shareholder's Equity}}$	76.98%	0.00%	
(d) Inventory turnover ratio	$\frac{\text{Total Turnover}}{\text{Average Inventories}}$	20.50	-	
(e) Trade receivables turnover ratio	$\frac{\text{Total Turnover}}{\text{Average Account Receivable}}$	55.02	-	
(f) Trade payables turnover ratio	$\frac{\text{Total Purchases}}{\text{Average Account Payable}}$	50.05	-	
(g) Net capital turnover ratio	$\frac{\text{Total Turnover}}{\text{Net Working Capital}}$	29.42	44.22	-33.46%
(h) Net profit ratio	$\frac{\text{Net Profit}}{\text{Total Turnover}}$	0.72%	0.57%	25.74%
(i) Return on Capital employed	$\frac{\text{Earning before interest and taxes}}{\text{Capital Employed}}$	16.84%	18.76%	-10.23%



36 Other Statutory Disclosures as per the Companies Act, 2013

The Company has not carried out any revaluation of Property, Plant and Equipment in any of the period reported in this Financial Statements hence reporting is not applicable.

The company does not hold any benami property as defined under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder. No proceeding has been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder. As there are no borrowings taken during the year from banks and financial institutions, the company is not required to submit quarterly returns/statements of current assets.

The company has lien on Fixed Deposits for credit card issued, no charge of which is pending with ROC beyond the

The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (Such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

During FY 2022-23, the company has not raised any amount from issue of securities and long term borrowings from banks and financial institutions except the credit card facilities.

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

The Company is in compliance with the number of layers prescribed under clause (87) of section 2 of the Companies Act read with the Companies (Restriction on number of Layers) Rules, 2017.

As per our report of even date
For Abhishek Kumar & Associates
Chartered Accountants
Firm's Registration No. 130052W



CA ABHISHEK AGRAWAL
Proprietor
Membership No. 132305
UDIN: 24132305BKKEYWB2727
Place: Ahmedabad
Date: 2 May 2024




Nikita Sharma
Company Secretary
M No. A50255

For and on behalf of the Board of
Sunlite Recycling Industries Pvt. Ltd




Prahladrai
Director
09696242

Place: Nadiad
Date: 2 May 2024