



**Sun Petrochemicals Private Limited**

**28<sup>th</sup> Annual Report**

**2022– 2023**

## Sun Petrochemicals Private Limited

8<sup>th</sup> Floor, ATL Corporate Park, Saki Vihar Road,  
Powai, Mumbai -400 072, Maharashtra, INDIA.  
Tel: (022)-69325300, Fax: +91 22 6932 5300, Ext: 5333  
Website: www.sunpetro.com  
CIN: U24219GJ1995PTC028519



### NOTICE OF 28<sup>TH</sup> ANNUAL GENERAL MEETING

NOTICE is hereby given that the 28<sup>th</sup> Annual General Meeting of the Members of Sun Petrochemicals Private Limited will be held on Thursday, August 17, 2023 at 03.00 p.m. at the Registered Office of the Company situated at R K Centre, 4<sup>th</sup> Floor, Fatehgunj, Main Road, Baroda, Vadodara Gujarat - 390002 to transact the following business:

#### **ORDINARY BUSINESS:**

1. To consider and adopt the audited Financial Statement (including the Balance Sheet, statement of Profit and Loss account along with the Cash Flow, Schedules and Notes appended thereto together with annexures) of the Company for the Financial Year ended March 31, 2023 together with the Board's Report and the Auditor's Report thereon.
2. To appoint a Director in place of Mrs. Karishma Aalok Shanghvi (DIN: 03546211), who retires by rotation and being eligible, offers herself for reappointment.
3. To appoint a Director in place of Mr. Sudhir Vrundavandas Valia (DIN: 00005561), who retires by rotation and being eligible, offers himself for reappointment.

#### **SPECIAL BUSINESS:**

##### **4. Ratification of remuneration to Cost Auditor for F.Y. 2023-24:**

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

**"RESOLVED THAT** pursuant to provisions of Section 148 of Companies Act, 2013 and Companies (Cost Record and Audit), Rules, 2014 and other applicable provisions, if any, (including any statutory modification(s) or re-enactment thereof for the time being in force) M/s. Kailash Sankhlecha & Associates, Cost Accountants, appointed as the Cost Auditors of the Company for Financial Year 2023-24, be paid a remuneration of Rs. 1,35,000/- (Rupees One Lakh Thirty-Five Thousand Only) per annum (including fees for PWH Certification) plus taxes and other out of pocket expenses at actuals."

##### **5. Approval of appointment of Mr. Sailesh Trambaklal Desai as a Non-executive Director:**

To consider and, if thought fit, to pass the following resolution, with or without

Registered Office: R.K. Centre, 4<sup>th</sup> Floor, Fatehgunj Main Road, Vadodara- 390 002, Gujarat, INDIA

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modification(s), as Ordinary Resolution:

**“RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013, Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Mr. Sailesh Trambaklal Desai (DIN: 00005443)**, who was appointed as an Additional Director w.e.f. May 4, 2023 pursuant to the provisions of Section 161 of the Companies Act, 2013 and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as a Non-executive Director of the Company, whose period of office will be liable to determination by retirement of directors by rotation under the provisions of Section 152 of the Companies Act, 2013.”

**6. Approval of appointment of Mr. Jayesh Nanalal Shanghvi as a Non-executive Director:**

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

**“RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013, Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Mr. Jayesh Nanalal Shanghvi (DIN: 01035365)**, who was appointed as an Additional Director w.e.f. May 4, 2023 pursuant to the provisions of Section 161 of the Companies Act, 2013 and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as a Non-executive Director of the Company, whose period of office will be liable to determination by retirement of directors by rotation under the provisions of Section 152 of the Companies Act, 2013.”

**7. Approval of appointment of Mr. Hitesh Rasiklal Sheth as an Independent Director:**

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

**“RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013, Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Mr. Hitesh Rasiklal Sheth (DIN: 10084175)**, who was appointed as an Additional Director w.e.f. May 4, 2023 pursuant

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to the provisions of Section 161 of the Companies Act, 2013 and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as an Independent Director of the Company for a period ending May 3, 2026, whose period of office will not be liable to determination by retirement of directors by rotation under the provisions of Section 152 of the Companies Act, 2013.”

### **8. Approval of appointment of Mr. Harin Parmanand Mehta as an Independent Director:**

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

“RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013, Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), **Mr. Harin Parmanand Mehta (DIN: 10087787)**, who was appointed as an Additional Director w.e.f. May 4, 2023 pursuant to the provisions of Section 161 of the Companies Act, 2013 and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as an Independent Director of the Company for a period ending May 3, 2026, whose period of office will not be liable to determination by retirement of directors by rotation under the provisions of Section 152 of the Companies Act, 2013.”

**By Order of the Board of Directors  
Sun Petrochemicals Private Limited**

A handwritten signature in black ink, appearing to read "Nidhi Vora", is written over a horizontal line.

**Nidhi Vora  
Company Secretary  
Membership No.: A41132**

Place: Mumbai  
Date: August 12, 2023

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### NOTES:

1. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 in respect of special business of the Notice set out above is annexed hereto.
2. A Member entitled to attend and vote at the meeting is entitled to appoint another person as a proxy to attend and vote at the meeting on his behalf and such proxy need not be a member of the company.
3. Proxies in order to be effective must be deposited at the Registered Office of the Company not less than 48 hours before the time of the meeting.
4. In terms of Section 105 of the Companies Act, 2013 read with Rule 19 of the Companies (Management and Administration) Rules, 2014 a person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other shareholder.
5. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
6. The Members/proxies should fill the Attendance Slip for attending the Meeting.
7. Proxies registers are open for inspection during the period beginning twenty-four hours before the time fixed for the commencement of the Meeting and ending with the conclusion of the meeting. Inspection shall be allowed between 11.00 A.M. and 5.00 P.M.
8. Route Map showing Directions to reach to the venue of the Meeting is given at the end of this Notice.

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### **EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013:**

#### **Item No. 4: Ratification of remuneration to Cost Auditor for F.Y. 2023-24:**

The Shareholders to note that the Board, on the recommendations of the Audit Committee, has approved the appointment of Cost Auditors and remuneration of Rs.1,35,000/- (Rupees One Lakh Thirty-five Thousand only) (including fees for PWH Certification) plus taxes and other out of pocket expenses that may be incurred, to conduct the audit of the cost records of the Company for the financial year 2023-24.

In accordance with the provisions of Section 148 of the Companies Act, 2013 read with Companies (Audit and Auditors) Rules, 2014 the remuneration payable to the Cost Auditors needs to be ratified by the Members of the Company. Accordingly, approval of the members is requested for passing an Ordinary Resolution as set out at item no. 4 of the Notice for ratification of the remuneration payable to the Cost Auditors to conduct audit of the Cost Records of the Company for the Financial Year 2023-24.

None of the Directors, Key Managerial Personnel of the Company or their relatives are in any way concerned or interested in this resolution.

#### **Item no. 5: Approval of appointment of Mr. Sailesh Trambaklal Desai as a Non-executive Director:**

Mr. Sailesh Trambaklal Desai, was appointed by the Board as an Additional Director with effect from May 04, 2023 in terms of provisions of Section 161 of the Companies Act, 2013, rules made thereunder. As per the provisions contained under Section 161 of the Companies Act, 2013, the Additional Director so appointed shall hold office upto the date of the next Annual General Meeting or the last date on which the Annual General Meeting should have been held, whichever is earlier. Accordingly, Mr. Sailesh Trambaklal Desai, holds office upto the date of the ensuing Annual General Meeting.

In the opinion of the Board, Mr. Sailesh Trambaklal Desai fulfils the conditions specified in the Companies Act, 2013 and the rules made thereunder for appointment as Non-Executive Director of the Company. He is not disqualified from holding office as a Director. Brief profile and other particulars required as per Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India, are provided below.

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### Profile:

As required under Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India (SS - 2), the particulars of Mr. Sailesh Trambaklal Desai, proposed to be appointed as an Independent Director at this AGM, are given below:

Particulars	Mr. Sailesh Trambaklal Desai
Age	59
Qualification	BSc degree from the University of Calcutta
Experience (Brief Resume)	Mr. Sailesh Trambaklal Desai has more than 28 years of Industrial, Pharmaceutical experience and an extensive and comprehensive corporate affairs experience.
Nature of expertise in specific functional areas	Industrial and Corporate Affairs
Date of First appointment on the Board	May 04, 2023
Directorship held in other Companies	1. Sun Pharmaceutical Industries Limited 2. Sun Pharma Drugs Private Limited 3. Sun Pharma Medication Private Limited 4. Sun Pharma Laboratories Limited 5. Sun Pharmaceutical Medicare Limited 6. Teknovace Wood Coatings Private Limited 7. Sun Pharma Distributors Limited 8. Shantilal Shanghvi Foundation
Membership / Chairmanships of Committees of other public Companies	1. Sun Pharmaceutical Industries Limited Audit Committee - Member 2. Sun Pharma Distributors Limited Corporate Social Responsibility - Member 3. Sun Pharma Laboratories Limited Corporate Social Responsibility - Member
Listed entities from which the person has resigned in the past three years	None
Relationship with other Directors, Manager and other Key Managerial Personnel of the company	None

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No. of Shares held in the Company (singly or jointly as first holder) as on date of this Notice	Nil
The skills and capabilities required for the role and the manner in which the proposed person meets such requirements (Justification for choosing as Independent Director)	Strategic Thinking, Planning, Problem Solving, Decision Making, Leadership, Analytical Approach.  Mr. Sailesh Trambaklal Desai with his vast experience of serving as a Director, fulfils the abovementioned skills required for this role in the Company.

The details of Board and Committee Meetings attended by the Director(s), as applicable, during the FY2022-23 are stated in the Boards' Report which forms part of the Annual Report. The details of remuneration, wherever applicable, are provided in the respective resolution(s).

The Members are therefore requested to approve appointment of Mr. Jayesh Nanalal Shanghvi as a Non-executive Director of the Company.

None of the other Directors, Key Managerial Personnel of the Company or their relatives are in any way concerned or interested in this resolution.

### **Item no. 6: Approval of appointment of Mr. Jayesh Nanalal Shanghvi as a Non-executive Director:**

Mr. Jayesh Nanalal Shanghvi, was appointed by the Board as an Additional Director with effect from May 04, 2023 in terms of provisions of Section 161 of the Companies Act, 2013, rules made thereunder. As per the provisions contained under Section 161 of the Companies Act, 2013, the Additional Director so appointed shall hold office upto the date of the next Annual General Meeting or the last date on which the Annual General Meeting should have been held, whichever is earlier. Accordingly, Mr. Jayesh Nanalal Shanghvi, holds office upto the date of the ensuing Annual General Meeting.

In the opinion of the Board, Mr. Jayesh Nanalal Shanghvi fulfils the conditions specified in the Companies Act, 2013 and the rules made thereunder for appointment as Non-Executive Director of the Company. He is not disqualified from holding office as a Director. Brief profile and other particulars required as per Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India, are provided below.



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### Profile:

As required under Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India (SS - 2), the particulars of Mr. Jayesh Nanalal Shanghvi, proposed to be appointed as an Independent Director at this AGM, are given below:

Particulars	Mr. Jayesh Nanalal Shanghvi
Age	69
Qualification	B. Com
Experience (Brief Resume)	Mr. Jayesh N. Shanghvi is a businessman with a wide array of 40+ years experience in different domains like plastics, pharmaceuticals, machinery manufacturing, corporate gifting etc. With an educational background in commerce and sharp business acumen, he has a unique ability to identify business opportunities. He was earlier associated with Milmet Laboratories and helped in the growth phase until its take over by Sun Pharmaceutical Ind Ltd.
Nature of expertise in specific functional areas	Manufacturing, Finance & Accounting
Date of First appointment on the Board	May 04, 2023
Directorship held in other Companies	1. Stellar Toys Industries Private Limited 2. Echo Solutions Private Limited 3. Othello Projects Private Limited 4. Stellar Formulations Industries Private Limited 5. Asepco Solutions Private Limited
Membership / Chairmanships of Committees of other public Companies	Nil
Listed entities from which the person has resigned in the past three years	None
Relationship with other Directors, Manager and other Key Managerial Personnel of the company	None

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No. of Shares held in the Company (singly or jointly as first holder) as on date of this Notice	Nil
The skills and capabilities required for the role and the manner in which the proposed person meets such requirements (Justification for choosing as Independent Director)	Strategic Thinking, Planning, Problem Solving, Decision Making, Leadership, Analytical Approach.  Mr. Jayesh Nanalal Shanghvi with his vast experience of serving as a Director, fulfils the abovementioned skills required for his role in the Company

The details of Board and Committee Meetings attended by the Director(s), as applicable, during the FY2022-23 are stated in the Boards' Report which forms part of the Annual Report. The details of remuneration, wherever applicable, are provided in the respective resolution(s).

The Members are therefore requested to approve appointment of Mr. Jayesh Nanalal Shanghvi as a Non-executive Director of the Company.

None of the other Directors, Key Managerial Personnel of the Company or their relatives are in any way concerned or interested in this resolution.

### **Item no. 7: Approval of appointment of Mr. Hitesh Rasiklal Sheth as an Independent Director:**

Mr. Hitesh Rasiklal Sheth, was appointed by the Board as an Additional Director with effect from May 04, 2023 in terms of provisions of Section 161 of the Companies Act, 2013, rules made thereunder. As per the provisions contained under Section 161 of the Companies Act, 2013, the Additional Director so appointed shall hold office upto the date of the next Annual General Meeting or the last date on which the Annual General Meeting should have been held, whichever is earlier. Accordingly, Mr. Hitesh Rasiklal Sheth, holds office upto the date of the ensuing Annual General Meeting.

In the opinion of the Board, Mr. Hitesh Rasiklal Sheth fulfils the conditions specified in the Companies Act, 2013 and the rules made thereunder for appointment as Independent Director and that he is independent of the management. He is not debarred by virtue of any order of Securities and Exchange Board of India or any other such authority from holding office as a Director. The letter of appointment of Mr. Hitesh Rasiklal Sheth setting out the terms and conditions of appointment is being made available for inspection of the members as detailed

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in the Notes to this Notice. Brief profile and other particulars required as per Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India, are provided below.

### **Profile:**

As required under Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India (SS - 2), the particulars of Mr. Hitesh Rasiklal Sheth, proposed to be appointed as an Independent Director at this AGM, are given below:

Particulars	Mr. Hitesh Rasiklal Sheth
Age	68
Qualification	B. Com (Hons.)
Experience (Brief Resume)	30 years of vast experience in finance and general management
Nature of expertise in specific functional areas	Finance
Date of First appointment on the Board	May 04, 2023
Directorship held in other Companies	None
Membership / Chairmanships of Committees of other public Companies	None
Listed entities from which the person has resigned in the past three years	None
Relationship with other Directors, Manager and other Key Managerial Personnel of the company	None
No. of Shares held in the Company (singly or jointly as first holder) as on date of this Notice	Nil
The skills and capabilities required for the role and the manner in which the proposed person meets such requirements (Justification for choosing as Independent Director)	Strategic Thinking, Planning, Problem Solving, Decision Making, Leadership, Analytical Approach.  Mr. Hitesh Rasiklal Sheth with his vast experience in Finance and general management, fulfils the abovementioned skills required for his role in the Company.

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The details of Board and Committee Meetings attended by the Director(s), as applicable, during the FY2022-23 are stated in the Boards' Report which forms part of the Annual Report. The details of remuneration, wherever applicable, are provided in the respective resolution(s).

The Members are therefore requested to approve appointment of Mr. Hitesh Rasiklal Sheth as an Independent Director of the Company for a period ending May 3, 2026, and during his tenure, he shall not be liable to retire by rotation.

None of the other Directors, Key Managerial Personnel of the Company or their relatives are in any way concerned or interested in this resolution.

### **Item no. 8: Approval of appointment of Mr. Harin Parmanand Mehta as an Independent Director:**

Mr. Harin Parmanand Mehta, was appointed by the Board as an Additional Director with effect from May 04, 2023 in terms of provisions of Section 161 of the Companies Act, 2013, rules made thereunder. As per the provisions contained under Section 161 of the Companies Act, 2013, the Additional Director so appointed shall hold office upto the date of the next Annual General Meeting or the last date on which the Annual General Meeting should have been held, whichever is earlier. Accordingly, Mr. Harin Parmanand Mehta, holds office upto the date of the ensuing Annual General Meeting.

In the opinion of the Board, Mr. Harin Parmanand Mehta fulfils the conditions specified in the Companies Act, 2013 and the rules made thereunder for appointment as Independent Director and that he is independent of the management. He is not debarred by virtue of any order of Securities and Exchange Board of India or any other such authority from holding office as a Director. The letter of appointment of Mr. Harin Parmanand Mehta setting out the terms and conditions of appointment is being made available for inspection of the members as detailed in the Notes to this Notice. Brief profile and other particulars required as per Secretarial Standards on General Meetings issued by the Institute of Company Secretaries of India, are provided below.

#### **Profile:**

As required under Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India (SS - 2), the particulars of Mr. Harin Parmanand Mehta, proposed to be appointed as an Independent Director at this AGM, are given below:

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Particulars	Mr. Harin Parmanand Mehta
Age	67
Qualification	B. Tech (Chemical Engg.)
Experience (Brief Resume)	1. Has headed Procurement/Human Resource & Administration Functions 2. Managed complex manufacturing units in Hungary 3. experience in managing large businesses globally
Nature of expertise in specific functional areas	Internal business and general management
Date of First appointment on the Board	May 04, 2023
Directorship held in other Companies	None
Membership / Chairmanships of Committees of other public Companies	None
Listed entities from which the person has resigned in the past three years	None
Relationship with other Directors, Manager and other Key Managerial Personnel of the company	None
No. of Shares held in the Company (singly or jointly as first holder) as on date of this Notice	Nil
The skills and capabilities required for the role and the manner in which the proposed person meets such requirements (Justification for choosing as Independent Director)	Strategic Thinking, Planning, Problem Solving, Decision Making, Leadership, Analytical Approach.  Mr. Harin Parmanand Mehta with his vast experience in international businesses, fulfils the abovementioned skills required for his role in the Company.

The details of Board and Committee Meetings attended by the Director(s), as applicable, during the FY2022-23 are stated in the Boards' Report which forms part of the Annual Report. The details of remuneration, wherever applicable, are provided in the respective resolution(s).

The Members are therefore requested to approve appointment of Mr. Harin Parmanand Mehta as an Independent Director of the Company for a period ending May 3, 2026, and during his tenure, he shall not be liable to retire by rotation.

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None of the other Directors, Key Managerial Personnel of the Company or their relatives are in any way concerned or interested in this resolution.

By Order of the Board of Directors  
Sun Petrochemicals Private Limited

A handwritten signature in black ink, appearing to read "Nidhi Vora", is written over a horizontal line.

Nidhi Vora  
Company Secretary  
Membership No.: A41132

Place: Mumbai  
Date: August 12, 2023

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### ATTENDANCE SLIP

28<sup>th</sup> Annual General Meeting - August 17, 2023

Registered Folio No./DP ID No./Client ID No.	
Number of shares held	

I certify that I am a registered Member of the Company. I hereby record my presence at the 28<sup>th</sup> Annual General Meeting of the Company to be held on August 17, 2023 at 03.00 p.m. at the Registered Office of the Company situated at R K Centre, 4<sup>th</sup> Floor, Fatehgunj, Main Road, Baroda, Vadodara Gujarat - 390002.

Name of the Member

Signature of Member

NOTE : Members holders are requested to bring this Attendance Slip to the Meeting and hand over the same at the entrance duly signed.

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### PROXY FORM

Name of the member (s):	E-mail Id:
	No. of shares held
Registered address:	Folio No.
	DP ID*
	Client ID*

\* Applicable for investors holding shares in electronic form.

I/We being the member(s) of the above named Company hereby appoint:

S. No.	Name	Address	Email address	
1				or failing him
2				or failing him
3				

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 28<sup>th</sup> Annual General Meeting of the Company to be held on Thursday, August 17, 2023 at 03.00 p.m. at R K Centre, 4<sup>th</sup> Floor, Fatehgunj, Main Road, Baroda, Vadodara Gujarat - 390002 and at any adjournment thereof in respect of such resolutions as are indicated below:

\*\* I wish my above Proxy to vote in the manner as indicated in the box below:

S. No.	Resolution	For	Against
1			
2			
3			
4			
5			
6			
7			
8			

\*\* It is optional to put a 'X' in the appropriate column against the Resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all Resolutions, your Proxy will be entitled to vote in the manner as he/she thinks appropriate.

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

Signature of shareholder.....  
Signature of Proxy holder(s) (1).....  
Signature of Proxy holder(s) (2).....  
Signature of Proxy holder(s) (3).....

Affix  
Revenue  
Stamp not  
less than  
Re.0.15

Registered Office: R.K. Centre, 4<sup>th</sup> Floor, Fatehgunj Main Road, Vadodara- 390 002, Gujarat, INDIA



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CIN: U24219GJ1995PTC028519



### Notes:

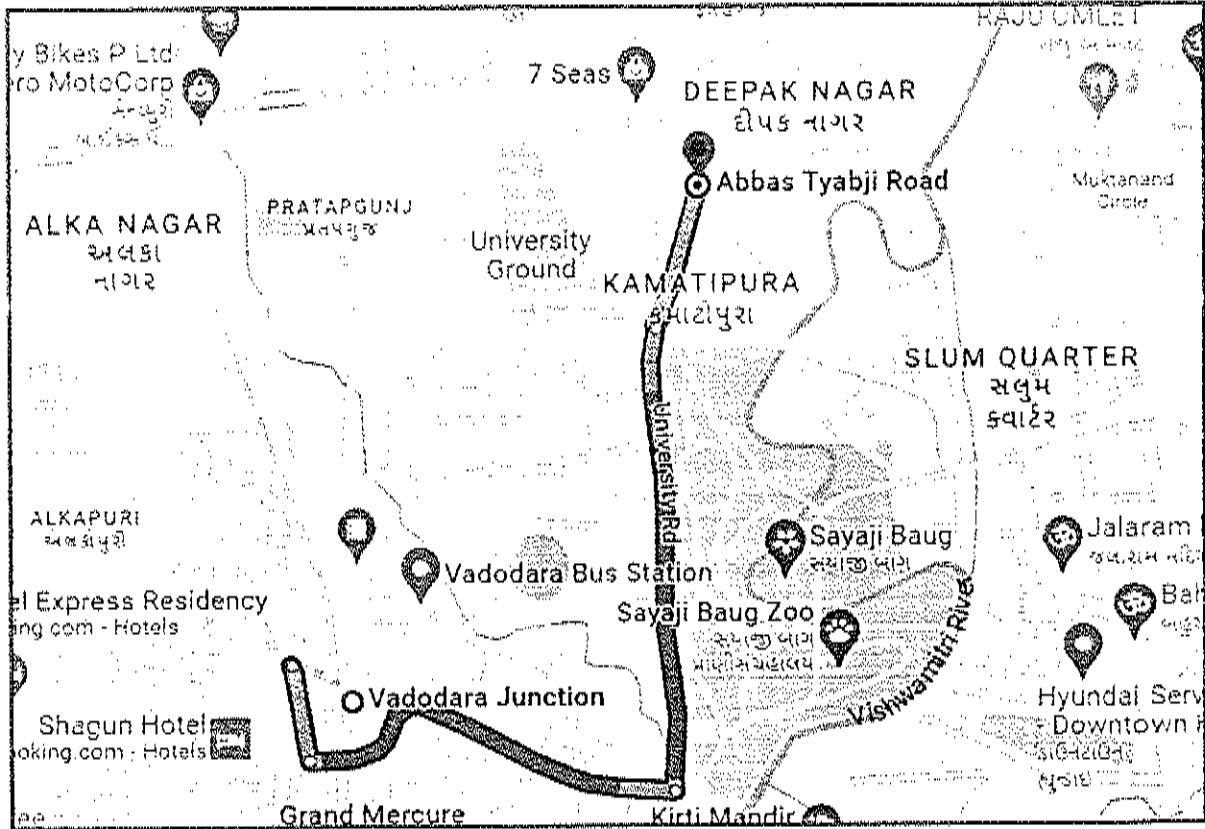
1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. A Proxy need not be a member of the company.
3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
4. In case of joint holders, the signature of any one holder will be sufficient, but names of all the joint holders should be stated.
5. For the Resolutions, Explanatory Statement and Notes, please refer to the Notice of the 28<sup>th</sup> Annual General Meeting.
6. Please complete all details including details of member(s) in above box before submission.

# Sun Petrochemicals Private Limited

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Powai, Mumbai -400 072, Maharashtra, INDIA.  
Tel: (022)-69325300, Fax: +91 22 6932 5300, Ext: 5333  
Website: [www.sunpetro.com](http://www.sunpetro.com)  
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## ROUTE MAP TO 28<sup>TH</sup> ANNUAL GENERAL MEETING:



Registered Office: R.K. Centre, 4<sup>th</sup> Floor, Fatehgunj Main Road, Vadodara- 390 002, Gujarat, INDIA

## Sun Petrochemicals Private Limited

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### BOARD'S REPORT

To,  
The Members of,  
**SUN PETROCHEMICALS PRIVATE LIMITED**

Your directors take pleasure in presenting the 28<sup>th</sup> Annual Report and Audited Financial Statements for the year ended March 31, 2023.

#### PRESENTATION OF FINANCIAL STATEMENTS:

The Company has prepared financial statements for the year ended March 31, 2023, in accordance with Indian Accounting Standards (Ind As) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) together with the Comparative period data as at and for the year ended March 31, 2022.

#### FINANCIAL SUMMARY/ HIGHLIGHTS:

During the year under review, the financial performance of the Company is as under:

(Amount in Rs. Lakhs )

Particulars	Year ended	
	March 31, 2023	March 31, 2022
Revenue from Operations (Net)	1,31,574.41	56,597.81
Profit / (Loss) Before Depreciation, Exceptional Items and Tax	82,805.69	38,539.24
Less: Depreciation	28,192.08	10,571.65
Profit/(Loss) before Exceptional Items and Tax	54,613.61	27,967.59
Less: Exceptional Items	-	-

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Profit/(Loss) before Tax	54,613.61	27,967.58
Less :Provision for:		
Current Tax	9,700.00	(4827.00)
Less: MAT Credit	(9,700.00)	4827.00
Tax Expenses relating to earlier years	0	0
Deferred Tax (Expenses)/Income	(3,603.20)	4,503.51
<b>Profit/ (Loss) for the year</b>	<b>51,010.40</b>	<b>32,471.10</b>
<b>Other Comprehensive Income / (Loss)</b>		
(i) Items that will not be reclassified to Profit or Loss	(76.13)	(88.94)
Remeasurements of Defined Benefit Plans	19.16	23.12
Less: Tax impact on above		
<b>Total Other Comprehensive Income for the year</b>	<b>(56.97)</b>	<b>(65.81)</b>
<b>Total Comprehensive Income/ (Loss) for the year</b>	<b>50,953.44</b>	<b>32,405.27</b>

### STATE OF COMPANY'S AFFAIRS:

During the year under review, the total revenue of the Company stood at Rs.131,574.41 Lakhs against Rs.56,597.81 Lakhs in the previous financial year.

The Company has earned net profit of Rs.51,010.40 Lakhs in the current financial year as compared to the net profit of Rs.32,471.10 Lakhs in the previous financial year.

After closing the production facility of Acetylene Carbon Black, the Company has focused on Exploration and Production of Oil and Gas. Currently the company is operating four oil & gas fields with 100 % participating interest, namely Baola, Modhera, Hazira and Bhaskar, in the state of Gujarat. During the year the company has continued crude oil and Gas production from the four fields and substantially increased production from Bhaskar field after completing creation of facilities at central Processing Facilities (CPF). The Company is continuously making efforts to increase the oil / gas production from all the four fields.

1) Baola & Modhera fields Both the fields are under production of heavy oil. One of the wells in Baola field converted to water injection well for reservoir pressure maintenance. Regular workover operations were carried out for sustained production from both the fields. Production

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from Baola field has increased because of continuous efforts by the company.

2) Hazira field - Production of oil & gas from Hazira field Continued with sustained production. The company has carried out workover operations in selected wells to enhance both oil and gas production. As a result of this, an increase in production of both oil and gas has been observed.

3) Bhaskar field - Company has started sale of crude oil of this field to IOCL through ONGC's facilities from July' 2020 enabling company to increase production. Currently the average production of Bhaskar field is about 6700 Barrels per day. The company has laid a 10" independent crude oil pipeline from its Bhaskar field's CPF to IOCL's Bareja terminal. After the completion of the pipeline, the production of crude oil from the Bhaskar field has increased from about 4000 bopd to about 6700 bopd. Based on production performance of the Bhaskar field an analysis by M/s D & M, USA, (an independent expert agency) have concluded that the recoverable reserves of the field are much higher than originally envisaged. Your Company has submitted a Revised Field development Plan (RFDP) to increase production to the full potential of the field by drilling additional development wells and creating some extra facilities.

In addition, during the reporting year, the Company has been awarded three offshore blocks under OALP VI & VII bid round for exploration and two Discovered Fields under DSF-III bid round for development and production. 3D seismic data acquisition work in three exploratory blocks has started and finalization of development concept for two DSF fields is in advanced stage.

The acquisition process for more exploratory and discovered fields through government Bidding process is on the agenda of the company during the coming year too. Expression of Interest for the future OALP rounds is also planned by the company. The Company is continuously in the process of evaluating various other oil & gas opportunities in India.

### CHANGES IN CAPITAL STRUCTURE:

During the year under review there was no change in the paid-up share capital of the Company.

### MATERIAL CHANGES AFFECTING THE COMPANY:

There have been no material changes or commitments affecting the financial position of the Company between the end of the financial year and date of this report.

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### TRANSFER/ CREATION OF RESERVES:

During the financial year under review, the Company has created Debenture Redemption Reserve and has transferred Rs 4,750 Lacs from the profit and loss account.

### DIVIDEND:

With a view to conserve the resources of the Company, your Directors do not recommend any dividend for the year under review.

### ISSUANCE OF COMMERCIAL PAPERS:

The Board had approved issuance of Commercial Papers (CPs) from time to time of Rs.5 Lakh each worth Rs.400 Crore on private placement basis in its meeting held on May 30, 2022. The Board has, during the year under review, allotted CPs worth Rs.300 crores, the details of which are as follows:

#	No. of CPs	Amount (in Rs.)	Listing status	Investor	Date of allotment	Date of redemption
1.	2000	100 Crore	Unlisted	Aditya Birla Sun Life Mutual Fund	August 30, 2022	November 24, 2022
2.	2000	100 Crore	Listed	Aditya Birla Sun Life Mutual Fund	November 22, 2022	February 21, 2023
3.	2000	100 Crore	Listed	Aditya Birla Sun Life Mutual Fund	November 24, 2022	February 21, 2023

### ISSUANCE OF NON-CONVERTIBLE DEBENTURES ON A PRIVATE PLACEMENT BASIS:

The Company has, on September 16, 2022, issued and allotted 4750 listed, rated, unsecured, redeemable, non-convertible debentures (NCDs) bearing coupon of 7.50% p.a. of the nominal value of Rs.10,00,000 (Indian Rupees Ten Lakhs) each, aggregating to Rs.475,00,00,000/- (Rupees Four Hundred Seventy Five Crores), on private placement basis. The Redemption date of the said NCDs is April 29, 2024.

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The following is the details of the Debenture Trustee:

### **Axis Trustee Services Limited**

The Ruby, 2<sup>nd</sup> Floor, 29 Senapati Bapat Marg,  
Dadar West, Mumbai - 400 028  
Contact No: (022) 62300451 / 62300437 / 62300446

### **CREDIT RATING:**

CRISIL Ltd. has reaffirmed credit rating of 'CRISIL A1+' for commercial paper program of the Company and assigned rating of CRISIL AA/ Stable for issuance of Non-Convertible Debentures of the Company.

Further, Acuite Ratings & Research Limited has assigned its long-term rating of 'ACUITE A+/stable' for Bank facilities of the Company.

### **DIRECTORS & KEY MANAGERIAL PERSONNEL:**

During the year under review, there was no change in the Board of Directors. However, on May 04, 2023 the following Directors were appointed as Additional Directors:

- a. Mr. Sailesh Trambaklal Desai - Non-Executive Director
- b. Mr. Jayesh Nanalal Shanghvi - Non-Executive Director
- c. Mr. Harin Parmanand Mehta - Independent Director
- d. Mr. Hitesh Rasiklal Sheth - Independent Director

During the year under review, Mr. Vishal Mehta was appointed as Chief Financial Officer of the Company w.e.f. July 21, 2022 and Mr. Tushar Pawar, Company Secretary of the Company has resigned w.e.f. March 17, 2023.

Ms. Nidhi Vora has been consequently appointed as the Company Secretary of the Company w.e.f. May 04, 2023.

### **NUMBER OF MEETINGS OF THE BOARD:**

The Board of Directors of the Company met ten times during the previous financial year:

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Sl. No.	Date of meeting	Sl. No.	Date of meeting
1.	April 27, 2022	6.	September 16, 2022
2.	May 30, 2022	7.	September 20, 2022
3.	July 20, 2022	8.	November 14, 2022
4.	August 4, 2022	9.	January 23, 2022
5.	August 27, 2022	10.	February 14, 2023

The intervening gap between the meetings of the Board was within the period prescribed under the Companies Act, 2013.

### LOAN FROM MR. DILIP S. SHANGHVI, MANAGING DIRECTOR:

During the year under review, the Company has borrowed unsecured loan of Rs.150 crores from Mr. Dilip S. Shanghvi, Managing Director of the Company. The said loan was out of his own funds and not owed fund.

From the above, an amount of Rs 45 Crores was repaid by the Company during the year.

### SUBSIDIARY, JOINT VENTURES OR ASSOCIATES:

The Company is a direct subsidiary of Shanghvi Finance Private Limited.

The Company does not have any Associate Company/ Joint Venture or Subsidiary Company as defined in the Companies Act, 2013, as on March 31, 2023 and hence disclosure in Form AOC-1 is not required to be annexed to this Report.

### INTERNAL CONTROLS:

In order to ensure operational efficiency by identifying problems and correcting lapses, to ensure compliance with internal policies and various laws, to ensure accuracy of records and to protect resources and assets, the Company has adequate internal controls in place. The management is committed to improve upon the said controls, commensurate with the size and complexity of the business.

M/s. A. P. Valia & Co. was appointed as the Internal Auditor of the Company for the Financial Year 2022-23.



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The Internal Auditors have satisfied themselves that the Company has adequate internal financial control in place with reference to financial statements, commensurate with size, scale and its operations based on the financial reporting criteria of the Company. During the year, there have been no reportable material weaknesses in the design or operations. The Company is continuously upgrading the systems and controls.

### STATUTORY AUDITORS:

The Company's Auditors, M/s. Harshal Mehta & Associates, Chartered Accountants, Mumbai (Firm's Registration No.: 152736W) were appointed as the Statutory Auditors of the Company for a period of 5 (five) years at the 25<sup>th</sup> Annual General Meeting of the Company held on December 31, 2020 to hold office till the conclusion of the 30<sup>th</sup> Annual General Meeting of the Company.

### AUDITORS' REPORT:

The Auditor's Report for the Financial Year ended March 31, 2023, has been issued and does not contain any qualification, reservation or adverse remarks by the Auditors.

### SECRETARIAL AUDITOR:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board has appointed M/s. Veenit Pal & Associates, Practicing Company Secretaries (COP No. 13149) to undertake the Secretarial Audit of the Company for the financial year ended March 31, 2023. The Secretarial Audit Report in Form No. MR - 3 for the year is provided as 'Annexure A' to this Report. The Secretarial Audit Report for the year does not contain any qualification, reservation or adverse remark.

### COST AUDITOR:

The Company is required to maintain Cost Records as specified by the Central Government under Section 148(1) of the Act and accordingly, such accounts and records are made and maintained by the Company.

The Board of Directors in their meeting held on July 20, 2022 has appointed M/s. Kailesh Sankhlecha & Associates, Cost Accountants (Firm's Registration No. 100221) as Cost Auditor of the Company for conducting Cost Audit in respect of petroleum products of your Company for

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the Financial Year 2022-23.

### RELATED PARTY TRANSACTIONS:

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. The contracts or arrangements made under Section 188 of the Companies Act, 2013 with related parties during the year were under review. Accordingly, disclosure of related party transactions as required under section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable.

However, as per IndAS-24, the disclosure of related party transactions for the year is given in Note no. 45 of the Notes forming part of financial statements for the year ended March 31, 2023.

### CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE:

During the year under review, in compliance with the requirements of section 135 of the Companies Act, 2013 read with the Companies (Corporate Social Responsibility) Rules, 2014, the Company has constituted CSR Committee.

The Committee comprises of two Directors viz:

Sl. No.	Name of Director	Designation	Position in Committee
1.	Mr. Jimmi Desai	Executive Director	Member
2.	Mrs. Vibha Shanghvi	Executive Director	Chairperson

However, due to appointment of the Independent Directors, the CSR Committee has been reconstituted w.e.f. May 04, 2023 as stated below:

Sl. No.	Name of Director	Designation	Position in Committee
1.	Mr. Jimmi Desai	Executive Director	Member
2.	Mrs. Vibha Shanghvi	Executive Director	Chairperson
3.	Mr. Hitesh Sheth	Independent Director	Member

The Corporate Social Responsibility Committee met once on September 2, 2022 during the financial year.

The details of the Corporate Social Responsibility activities undertaken and expenditure incurred

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thereon by the Company are annexed herewith in "Annexure B".

The Corporate Social Responsibility Policy of the Company can be viewed on the website of the Company - <https://sunpetro.com/investors/#policy>.

### FAMILIARISATION PROGRAMME FOR THE DIRECTORS:

In order to familiarize the Directors, including the Independent Directors, with the business model of the Company, nature of the industry in which the Company operates, their roles and responsibilities and other relevant information, a Familiarization Programme has been formed and is being imparted to every new Director appointed on the Board.

### COMMITTEES OF THE BOARD OF DIRECTORS:

Apart from the CSR Committee mentioned above, the Board has also voluntarily adopted the following Committees on May 04, 2023:

AUDIT COMMITTEE			
Sl. No.	Name of Members	Designation	Position in Committee
1.	Mr. Harin Parmanand Mehta	Independent Director	Chairman
2.	Mr. Hitesh Rasiklal Sheth	Independent Director	Member
3.	Mr. Jimmi Vaghji Desai	Executive Director	Member

NOMINATION AND REMUNERATION COMMITTEE			
Sl. No.	Name of Members	Designation	Position in Committee
1.	Mr. Harin Parmanand Mehta	Independent Director	Chairman
2.	Mr. Hitesh Rasiklal Sheth	Independent Director	Member
3.	Mr. Sailesh Trambaklal Desai	Non-executive Director	Member

RISK MANAGEMENT COMMITTEE			
Sl. No.	Name of Members	Designation	Position in Committee
1.	Mr. Sailesh Trambaklal Desai	Non-executive	Chairman

## Sun Petrochemicals Private Limited

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		Director	
2.	Mr. Harin Parmanand Mehta	Independent Director	Member
3.	Mr. Jayesh Nanalal Shanghvi	Non-executive Director	Member

STAKEHOLDERS RELATIONSHIP COMMITTEE			
Sl. No.	Name of Members	Designation	Position in Committee
1.	Mr. Jayesh Nanalal Shanghvi	Non-Executive Director	Chairman
2.	Mr. Harin Parmanand Mehta	Independent Director	Member
3.	Mr. Jimmi Vaghji Desai	Executive Director	Member

### RISK MANAGEMENT:

With the constitution of the Risk Management Committee and adoption of a Risk Management Policy, the management is dedicated to mitigate risks and to reduce its impact on the business. The policy identifies the key elements of risks that may threaten the business of the Company and appropriate steps are taken by the Company to mitigate such risks at regular intervals.

### WHISTLE BLOWER POLICY / VIGIL MECHANISM:

To ensure honesty and business ethics the Company has a Whistle Blower Policy in place which has reliability and confidentiality as its key components. The aim of the Company is to provide a supportive and trustworthy platform for whistleblowing, where the whistleblower can feel safe both in making a whistleblowing report and in themselves.

### PARTICULARS OF LOANS, GUARANTEES & INVESTMENTS:

The particulars of the loans given, investments made or guarantees given as specified under Section 186 of the Companies Act, 2013 have been disclosed in the financial statements.

### DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirements under section 134(5) read with section 134(3)(c) of the Companies Act, 2013, with respect to Directors Responsibility Statement, it is hereby confirmed that:

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- a) in the preparation of the annual accounts for the financial year ended March 31, 2023, the applicable accounting standards have been followed. There are no material departures from the applicable accounting standards;
- b) the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2023 and of the profit of the Company for the year ended on that date;
- c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud & other irregularities;
- d) the Directors have prepared the annual accounts on a going concern basis; and
- e) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### SECRETARIAL STANDARDS:

The Company has complied with the applicable Secretarial Standards as amended from time to time.

### EXTRACT OF ANNUAL RETURN:

The Annual Return in draft form MGT-7 as provided under sub-section (3) of section 92 of Companies Act, 2013 ('the Act') is available on the Company's website at <https://sunpetro.com/investors/>.

### SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNAL:

No significant or material orders were passed by the Regulators or Courts or Tribunals during the previous year which may impact the Going Concern Status of the Company's Operation in the future.

### DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013:

Your Company strongly believes in providing a safe and harassment free workplace for each and every individual working for the Company through various interventions and practices. The

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Company has zero tolerance on Sexual Harassment at workplace. During the year ended March 31, 2023, no complaint pertaining to sexual harassment was received by the Company.

### DETAILS IN RESPECT OF FRAUD REPORTED BY AUDITORS:

Pursuant to section 143 (12) of the Act, there were no such frauds reported by the Auditors of the Company during the year under review.

### CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING AND OUTGO:

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, is annexed herewith as "Annexure C".

### PUBLIC DEPOSITS:

The Company has not accepted any Deposits from public during the year under review, under the provisions of Companies Act, 2013 and the Rules framed there under.

### ACKNOWLEDGEMENTS:

Your Directors wish to thank all Employees, Company's bankers and business associates for their continued support and valuable cooperation.

For and on behalf of the Board of Directors

Handwritten signature of Dilip S. Shanghvi in blue ink.

Dilip S. Shanghvi  
Managing Director  
DIN: 00005588

Handwritten signature of Karishma S. Shanghvi in blue ink.

Karishma S. Shanghvi  
Whole Time Director  
DIN: 03546211

Date: July 31, 2023

Place: Mumbai

Form No. MR-3  
**SECRETARIAL AUDIT REPORT**  
For the Financial Year Ended 31st March, 2023  
(Pursuant to Section 204(1) of the Companies Act, 2013 and  
Rule No. 9 of the Companies (Appointment and Remuneration of Personnel) Rules, 2014)

To  
The Members,  
**SUN PETROCHEMICALS PRIVATE LIMITED**  
CIN: U24219GJ1995PTC028519  
R K Centre, 4<sup>th</sup> Floor, Fathegunj, Main Road,  
Baroda, Vadodara-3900002

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Sun Petrochemicals Private Limited, (CIN U24219GJ1995PTC028519)** (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has during the audit period covering the financial year ended on 31<sup>st</sup> March, 2023 ("Audit Period") generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March, 2023 according to the applicable provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; **(The Company has not availed any Foreign Direct Investment and Overseas External Commercial Borrowings during the Period under review).**
- (v) The following Regulations (as amended from time to time) and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 **(Not applicable to the Company during the Audit Period)**;
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 **(Not applicable to the Company during the Audit Period)**;



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- d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulation, 2021 **(Not Applicable as the Company has not introduced any such scheme during the financial year under review);**
- e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulation 2021;
- f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client **(Not applicable as the Company is not registered as Registrar to an issue and Share Transfer Agent during the financial year under review);**
- g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 **(Not applicable as the Company has not delisted / propose to delist its Equity Shares from any Stock Exchange during the financial year under review);**
- h) The Securities and Exchange Board of India (Buy Back of Securities) Regulations, 2018 **(Not applicable as the Company has not bought back / propose to buy-back any of its securities during the financial year under review);** and
- i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.;

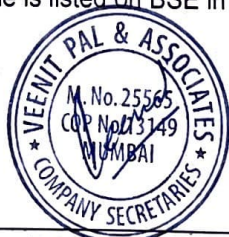
**(vi) Other Laws applicable to the Company namely:**

- (a) Oil fields (Regulation and Development) Act, 1948;
- (b) The Petroleum Act, 1934;
- (c) Mines and Minerals (Regulation and Development) Act, 1957;
- (d) Petroleum and Mineral Pipelines (Acquisition of Right of User Inland) Act, 1962;
- (e) Oil Mines Regulations, 1984;
- (f) Petroleum & Natural Gas Rules, 1959;
- (g) Petroleum Rules, 2002;
- (h) The Oil Industry (Development) Act, 1974;
- (i) The Energy Conservation Act 2001;
- (j) Petroleum & Natural Gas Regulatory Board Act, 2006; and
- (k) The Territorial Waters, Continental Shelf, Exclusive Economic Zone and other Maritime Zones Act (Act No.80 of 1976).
- (l) The Mines Act, 1952

All other laws which are applicable specifically to the Company in the Petroleum and Refining Sector.

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

- i. Secretarial Standards issued by The Institute of Company Secretaries of India under the provision Companies Act, 2013;
- ii. The Listing Agreements entered into by the Company with Bombay Stock Exchange (BSE) pursuant to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, for issuance of Debentures and same is listed on BSE in the month of September, 2022.



Cont... P.3



**I further report that:**

1. The Board of Directors of the Company is duly constituted with Executive Directors and Non-executive Directors. The changes in the composition of the Board of Directors, if any that took place during the period under review were carried out in compliance with the provisions of the Act.
2. Adequate Notice is given to all Directors to schedule the Board Meetings, Agenda and detailed Notes on Agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
3. All the decisions at the Board meeting and Committee Meetings are carried out unanimously as recorded in the minutes of the meeting of the Board of Directors or Committee of the Board, as the case may be.

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

**I further report that**, during the audit period, the Company has no other specific events/actions having a major bearing on the Companies' affair in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

***This report is to be read with my letter of event date which is annexed as Appendix-1 and forms and integral part of this Report.***

**For Veenit Pal & Associates**  
Company Secretaries



**Veenit Pal**  
(Proprietor)  
C.P. No. : 13149  
ACS : 25565  
P. R. No. : 1433/2021

Place : Mumbai  
Date : 30.06.2023

UDIN : A025565E000528641

To  
The Members,  
**SUN PETROCHEMICALS PRIVATE LIMITED**  
CIN: U24219GJ1995PTC028519  
R K Centre, 4<sup>th</sup> Floor, Fathehgunj, Main Road,  
Baroda, Vadodara-390002

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

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, I have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**For Veenit Pal & Associates**  
Company Secretaries



**Veenit Pal**  
(Proprietor)  
C.P. No. : 13149  
ACS : 25565  
P. R. No. : 1433/2021

Place : Mumbai  
Date : 30.06.2023

UDIN : A025565E000528641

# Sun Petrochemicals Private Limited

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Website: www.sunpetro.com  
CIN: U24219GJ1995PTC028519



## Annexure - B

### Annual Report on Corporate Social Responsibility (CSR) Activities for the FY 2022-23

#### 1. Brief outline on CSR Policy of the Company:

Sun Petrochemicals Private Limited strives to bring about the holistic development of underserved communities in a sustainable and impactful manner. The company has defined a CSR policy to guide its CSR programme for public benefit. These projects are aimed at the underprivileged and lower strata of society benefitting all stakeholders identified by the Company. All activities are in accordance with the item-areas listed in Schedule VII of the Companies Act (CSR Rules 2021). SPPL's Corporate Social Responsibility initiatives are organized around the following thematic areas:

- a) Healthcare Programme
- b) Education Programme
- c) Environment Conservation Programme
- d) Drinking Water Project
- e) Disaster Relief and Covid-19 and
- f) Rural Development Programme

In FY 22-23, the Company has invested Rs.2,00,00,000/- (Rupees Two Crore only) for the implementation of CSR projects.

The Company has, over and above CSR obligation, donated Rs.56,00,00,000/- (Rupees Fifty Six Crore only) to Shantilal Shanghvi Foundation towards Healthcare and Education Programmes.

#### 2. COMPOSITION OF CSR COMMITTEE:

Sl. No.	Name of Directors	Designation in the CSR Committee	Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Jimmi Desai	Member	Director - Executive	2	2
2.	Mrs. Vibha Shanghvi	Chairperson	Director - Executive	2	2

#### 3. WEB-LINK WHERE COMPOSITION OF CSR COMMITTEE, CSR POLICY AND CSR PROJECTS APPROVED BY THE BOARD ARE DISCLOSED ON THE WEBSITE OF THE COMPANY

<https://sunpetro.com/investors/>

#### 4. DETAILS OF IMPACT ASSESSMENT OF CSR PROJECTS CARRIED OUT IN PURSUANCE OF SUB-RULE (3) OF RULE 8 OF THE COMPANIES (CORPORATE SOCIAL RESPONSIBILITY POLICY) RULES, 2014, IF APPLICABLE

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## Annexure - B

Not Applicable for the projects completed during the FY 22-23

### 5. DETAILS OF THE AMOUNT AVAILABLE FOR SET OFF IN PURSUANCE OF SUB-RULE (3) OF RULE 7 OF THE COMPANIES (CORPORATE SOCIAL RESPONSIBILITY POLICY) RULES, 2014 AND AMOUNT REQUIRED FOR SET OFF FOR THE FINANCIAL YEAR, IF ANY

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set off for the financial year, if any (in Rs)
1	2019-20	--	--
2	2020-21	--	--
3	2021-22	--	--
	TOTAL	--	--

### 6. AVERAGE NET PROFIT OF THE COMPANY AS PER SECTION 135(5) – Rs.99,74,52,112/-

### 7. CSR OBLIGATION FOR THE FINANCIAL YEAR:

(a)	Two percent of average net profit of the company as per section 135(5).	Rs.1,99,49,042/-
(b)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years	Nil
(c)	Amount required to be set off for the financial year, if any.	Nil
(d)	Total CSR obligation for the financial year (7a+7b-7c)	Rs.1,99,49,042/-

### 8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (In INR)	Amount Unspent (Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer
2,00,00,000	--	--	--	--	--

### (b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Sl. No	Name of the		Loca l	Location of the Project.	Pro ject	Amount allocated	Amo unt	Amount	Mode of	Mode of Implementation -

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## Annexure - B

	Project	Item from the list of activities in Schedule VII to the Act.	Area (Yes/No)	State	District.	Duration (in years)	for the project (In Rs.).	Spent in the current financial year	transferred to Unspent CSR Account for the project as per Section 135(6)	Implementation - Direct (Yes/No)	Through Implementing Agency	
											Name	CSR Registration Number
--	--	--	--	--	--	--	--	--	--	--	--	--

### (c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1) Sl. No.	(2) Name of the Project	(3) Item from the list of activities in schedule VII to the Act	(4) Local area (Yes/No)	(5) Location of the project		(6) Amount spent for the project (In Rs.)	(7) Mode of implementation - Direct (Yes/No)	(8) Mode of implementation - Through implementing agency	
				State	District			Name	CSR registration number
1	Financial support for Construction of Eye Institute at Wadala	Healthcare under item no. (i)	Yes	Maharashtra	Mumbai	2,00,00,000	No	Shantilal Shanghvi Foundation	CSR00002593
<b>TOTAL</b>						2,00,00,000			

(d) Amount spent in Administrative Overheads - Nil

(e) Amount spent on Impact Assessment, if applicable – Not Applicable

(f) Total amount spent for the Financial Year (8b+8c+8d+8e) – Rs.2,00,00,000

(g) Excess amount for set off, if any –

Sl. No.	Particulars	Amount (In INR)
(i)	Two percent of average net profit of the company as per section 135(5)	Rs.1,99,49,042/-

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## Annexure - B

(ii)	Total amount spent for the Financial Year	Rs.2,00,00,000/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil

### 9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (In Rs.)	Amount spent in the reporting Financial Year (Rs. In Million)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer	
1.	2019-20	Nil	Nil	NA	NA	NA	NA
2.	2020-21	Nil	Nil	NA	NA	NA	NA
3.	2021-22	Nil	Nil	NA	NA	NA	NA
<b>TOTAL</b>			<b>NIL</b>	<b>NA</b>	<b>NA</b>	<b>NA</b>	<b>NA</b>

### (b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was Commenced.	Project Duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year.	Cumulative amount spent at the end of reporting Financial Year.	Status of the project - Completed /Ongoing.
--	--	--	--	--	--	--	--	--
<b>Total</b>						--	--	--

### 10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year.

Particulars of the Project(s)		NA
(a)	Date of creation or acquisition of the capital asset(s)	NA
(b)	Amount of CSR spent for creation or acquisition of capital asset (In INR)	NA

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### Annexure - B

(c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.	NA
(d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)	NA

**11. Reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5)**

Not Applicable

*The CSR Committee confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.*

A handwritten signature in blue ink, appearing to read "V. Shanghvi".

Mrs. Vibha Shanghvi  
Chairperson  
DIN: 05007924

A handwritten signature in blue ink, appearing to read "Jimmi Desai".

Mr. Jimmi Desai  
Member  
DIN: 06497350

Date: July 31, 2023  
Place: Mumbai

## Sun Petrochemicals Private Limited

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Annexure - C

### SUN PETROCHEMICALS PRIVATE LIMITED

#### ANNEXURE TO THE BOARD'S REPORT

Information as per section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 and forming part of the Directors Report for the year ended March 31, 2023:

#### (I) CONSERVATION OF ENERGY:

- (i) The steps taken or impact on conservation of energy:
  - a. HPSV (High Pressure Sodium Vapour) lamps were replaced with LED lamps, and installation of energy efficient ACs resulting in energy saving.
  - b. Installation of Variable Frequency Drive (VFDs) for energy efficiency.
  - c. Operational control implemented for optimizing power consumption in heat tracing and lighting. Regular Cleaning of Bath Heater tube for better heat efficiency and optimized fuel gas consumption.
  - d. Maintaining high power factor near to unity for energy efficiency
  - e. Weekly pigging of 10" pipeline in winter leading to significant power reduction in pumping.
  - f. Use of Filtered oil in compressors in Hazira Field in ratio of 70:30 without sacrificing machine performance, resulted in saving of lube oil.
  - g. Added new buyer for gas sales to ensure Zero Gas Flaring
- (ii) The steps taken by the Company for utilizing alternate sources of energy.
  - a. The Company has already installed Solar power lights with / without camera for power saving and surveillance in its fields.
  - b. The Company has been studying the best possible mix of alternate sources of energy and if found suitable will use them in the future.
- (iii) The capital investment on energy conservation equipment:
  - During the year, the company has made investment on purchase of LED lights. The company has also been investing resources and time to ensure regular pigging of all pipelines which resulted in a reduction of power requirements for pumping.



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### Annexure - C

#### (II) TECHNOLOGY ABSORPTION:

- (i) SunPetro has been implementing various innovations towards "Technology Absorption" which are resulting in saving of CAPEX, enhancement of operational efficiency & improved overall safety.

Few of the innovations are as under:

- a. Development of in-house EOR (Enhanced Oil Recovery) technology (Sun Chemical Stimulation) to enhance the oil production of heavy oil (Unconventional Hydrocarbon) and Conventional Hydrocarbon. This technology can also be applied to other oil & gas wells.
  - b. Installation of innovative sand screen and gravel pack completion with backwashing provision to prevent unconsolidated sand ingress during production of heavy oil and for increasing productivity.
  - c. Installation of unique Heavy Oil Heating System to reduce water content.
  - d. Use of in-house designed Gravity Chemical Injection System for PPD / chemical injection installed for treating the oil.
  - e. Implementation of Zero Gas Flaring comprising Liquid U-Seal including Seal Pot with auto level control.
  - f. Development of Mobile Well Head Testing Unit.
  - g. Design and installation of various items e.g. NPSH Controller, Surge Controller, Dry Seal, Piggable WYE, Hydro-cyclone for treatment of produced water and Ejector for recovering low pressure gas by using high pressure gas.
  - h. Development of reusable pre-cast slabs for preparing drill site within six days resulting in considerable savings per well.
  - i. Use of specially designed cyclones inside separators for enhancing capacity and efficiency of separators.
  - j. Utilization of the scrap material of one Asset for making it usable for another Asset during the entire life cycle.
  - k. Production enhancement by innovative well intervention and workover methods.
- (ii) The benefits derived from the above are process improvement, cost reduction, ease of operation and import substitution.
- (iii) Increased production of crude oil and gas resulted in saving of valuable foreign currency for import of crude oil.

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Annexure - C

### (III) FOREIGN EXCHANGE EARNINGS AND OUTGO

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows:

(Rs. in Lacs)

	For the year ended March 31, 2023	For the year ended March 31, 2022
Foreign Exchange earning	NIL	NIL
Forging Exchange outgo	1,327.94	1,365.32

For and on behalf of the Board of Directors

Handwritten signature of Dilip S. Shanghvi in blue ink.

Dilip S. Shanghvi  
Managing Director  
DIN: 00005588

Handwritten signature of Karishma S. Shanghvi in blue ink.

Karishma S. Shanghvi  
Whole Time Director  
DIN: 03546211

Date: July 31, 2023  
Place: Mumbai



## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF SUN PETROCHEMICALS PRIVATE LIMITED

#### Opinion

We have audited the accompanying Ind AS financial statements of **SUN PETROCHEMICALS PRIVATE LIMITED** ("the Company"), which comprise the balance sheet as at March 31, 2023, and the Statement of Profit and Loss (including other comprehensive income, the Statement of Changes in Equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Ind AS financial statements read with the matters specified in Emphasis of Matter paragraph, give the information required by the Companies Act, 2013, as amended ('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 31 March 2023, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date

#### Basis for Opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the Standalone Ind AS financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Standalone Ind AS financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

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

#### Responsibilities of Management and those charged with governance for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Standalone Ind AS financial statements that give a true and fair view of the financial position and financial performance and cash flows of the Company in accordance with the Accounting Principles generally accepted in India, including the Accounting Standards referred to in Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules 2014. 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 judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are also responsible for overseeing the Company's financial reporting process.





## Auditor's responsibilities for the audit of the Standalone Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Ind AS 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 Standards of Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone Ind AS financial statements.

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

- Identify and assess the risks of material misstatement of the Standalone Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls 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 management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Ind AS 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 Ind AS financial statements, including the disclosures, and whether the Standalone Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Ind AS 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 should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.





### Emphasis of Matter:

Attention is invited to Note No. 7, regarding the share of loss of Trumpcard Advisors and Finvest LLP and Generic Solar Power LLP for the year ended 31st March 2023 is taken in the annexed financial statements and restricted to the Investments made in such LLPs at 0.21 Lakhs.

Attention is invited to Note No. 7(b), the financial statements as at March 31, 2023 of M/s Goldstar Enterprises and M/s Pioneer Resources were not available and hence profit/loss in these firms for the year ended March 31, 2023 has not been included in the above numbers

Attention is invited to Note No. 7(b), the Company has advanced an amount of Rs 87,550 Lakhs to Conceptual Advisory Services LLP ('CASL') during the year based on which it is eligible to participate in the partnership rights of CASL in case CASL does not fulfil certain conditions as per the agreement. Accordingly, these amounts have been recognized as Rights to Partnership interest under the head "Other Investments" and no income has been accrued in the current financial year on account of interest.

*Our Opinion is not modified in this regard.*

### Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 issued by the Government of India in terms of sub-section (11) of section 143 of the Act (herein after referred to as the "Order"), and on the basis of such checks and records of the Company as we consider appropriate and according to the information and explanations given to us, we give in the "Annexure A", a statement on the matters specified in paragraphs 3 and 4 of the Order.

1. 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 accounts 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 Cash Flow statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid Ind AS Financial statement comply with the Accounting Standards referred to in section 133 of the Companies Act, 2013 read with the Rule 7 of the Companies (Account) Rules 2014.
  - e) On the basis of written representations received from the directors as on March 31, 2023 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2023, from being appointed as a director in terms of Section 164(2) of the Companies Act, 2013.
  - f) 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, we report that section 197 is not applicable on private company. Hence reporting as per section 197(16) is not required
  - g) With respect to the adequacy of the internal Financial controls over Ind AS Financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B"; and
  - h) With respect to other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us, we report as under:
    - (i) The Company has disclosed the impact of pending litigations as at March 31, 2023, if any, on its Ind AS Financial position in its Ind AS Financial statements.





# Harshal Mehta & Associates

Chartered Accountants

CA HARSHAL MEHTA  
98338 10133  
caharshalnmehta@gmail.com

- (ii) The Company has made provisions as at March 31, 2023 as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts;
- (iii) There was no amount required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2023.
- (iv) (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

**For Harshal Mehta & Associates,**  
Chartered Accountants  
(Firm Regn No: 152736W)

**HARSHAL N. MEHTA**

Proprietor

Membership No: 190469

Place: Mumbai

Date: 31/07/2023

UDIN – 23190469BGZHWT8535





**Annexure A to Independent Auditor's Report**

**Referred to in Paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date of SUN PETROCHEMICALS PRIVATE LIMITED.**

- i) a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b) Physical verification of fixed assets was carried out during the year by the Management, in accordance with the system of periodical verification of fixed assets over a period of three years. In our opinion, the frequency of verification is reasonable, considering 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) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title in respect of the title deeds of the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
- d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.
- e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2020) and rules made thereunder.
- ii) a) The physical verification of inventory has been conducted at reasonable intervals by the Management during the year. The discrepancies noticed on physical verification of inventory as compared to book records were not material and have been appropriately dealt with in the books of accounts
- b) The Company has been sanctioned working capital limits in excess of INR five crores in aggregate from a bank during the year on the basis of security of current assets of the Company. Based on the records examined by us in the normal course of audit of the financial statements, the quarterly returns/statements filed by the Company with such banks are in agreement with the books of accounts of the Company.
- iii) As per the information & explanation give to us, the Company has made investments in, companies, firms, Limited Liability Partnerships, and granted unsecured loans to other parties, during the year, in respect of which:
- a) The Company has provided loan of Rs.428 Crore during the year and having balance outstanding as on 31<sup>st</sup> March, 2023 amounting to Rs .NIL to parties other than subsidiaries, joint ventures and associates
- b) In our opinion, there are no investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.
- c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are generally been regular as per stipulation.
- d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.
- e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.
- f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.





The Company has not provided to related parties any guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.

- iv) In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of the loans and investments made, and guarantees and security provided by it, wherever applicable.
- v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Sec.73 to Sec.76 of the Act and the Rules framed there under to the extent notified. Therefore provisions of Clause (v) of the Companies (Auditors' Report) Order, 2020 are not applicable to the Company.
- vi) We have broadly reviewed the books of account maintained by the Company in respect of products where, pursuant to the rules made by the Central Government of India, the maintenance of cost records has been specified under sub-section (1) of Section 148 of the Act, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii) a) In respect of statutory dues: (a) In our opinion and according to the records of 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 March 31, 2023 for a period of more than six months from the date they became payable.  
b) There are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, duty of Customs, Duty of Excise, Value Added Tax, Goods and Service Tax and Cess which have not been deposited as on March 31, 2023 on account of disputes.
- viii) In our opinion and as per the information and explanation provided to us, 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) In our opinion, the Company has not defaulted any loans or other borrowings from any lender under clause 3(ix)(a) of the Order.  
(b) In our opinion, the Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.  
(c) The Company did not have any term loan outstanding during the year. Hence, the requirement to report on clause 3(ix)(c) of the Order is not applicable to the Company.  
(d) On an overall examination of the financial statements of the Company, there were no funds raised on short-term basis which have been used during the year for long-term purposes by the Company.  
(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries. Associates or joint ventures.  
(f) The Company has not raised any loans on the pledge of securities held in its subsidiaries, joint ventures or associate companies during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable to the Company.







- x) a) According to the information and explanations given to us, the Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable to the Company.  
b) According to the information and explanations given to us, during the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- xi) As per the information and explanations given to us,
- (a) No fraud by the Company and no material fraud on the Company 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 whistle blower policy is not applicable to the company and hence no reporting is required under this clause.
- xii) The company is not a Nidhi Company and therefore provisions of Clause (xii) of the Companies (Auditors' Report) Order, 2020 are not applicable to the Company.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the Ind AS Financial statements as required by the applicable accounting standards.
- xiv) a) In our opinion the Company has an adequate internal audit system commensurate with the size and nature of its business.  
b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv) As per the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him. Therefore, provisions of Clause (xv) of the Companies (Auditors' Report) Order, 2020 are not applicable to the Company.
- xvi) As per the information and explanations given to us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 and therefore no registration was obtained.
- xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors of the Company during the year and accordingly requirement to report on clause 3(xvii) of the Order is not applicable to the Company.
- 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





# Harshal Mehta & Associates

Chartered Accountants

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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) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act 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 ongoing projects where the Company is required to transfer unspent Corporate Social Responsibility (CSR) amount as at the end of the previous financial year, to a Special account within a period of 30 days from the end of the said financial year in compliance with the provision of section 135(6) of the Act.

For Harshal Mehta & Associates,  
Chartered Accountants  
(Firm Regn No: 152736W)

**HARSHAL N. MEHTA**

Proprietor

Membership No: 190469

Place: Mumbai

Date: 31/07/2023

UDIN – 23190469BGZHWT8535





## Annexure B to Independent Auditor's Report

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

We have audited the internal Financial controls over Ind AS Financial reporting of **SUN PETROCHEMICALS PRIVATE LIMITED** ("the Company") as of 31 March 2023 in conjunction with our audit of the standalone Ind AS Financial statements of the Company for the year ended on that date.

#### Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal Financial controls based on the internal control over Ind AS 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 Ind AS Financial Reporting issued by the Institute of Chartered Accountants of India ('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 company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable Financial information, as required under the Companies Act, 2013.

#### Auditors' Responsibility

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

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

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

#### Meaning of Internal Financial Controls over Ind AS Financial Reporting

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





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

### **Inherent Limitations of Internal Financial Controls Over Ind AS Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal Financial controls system over Ind AS Financial reporting and such internal Financial controls over Ind AS Financial reporting were generally operating effectively as at 31 March 2023, based on the internal control over Ind AS 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 Ind AS Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Harshal Mehta & Associates,**  
Chartered Accountants  
(Firm Regn No: 152736W)



**HARSHAL N. MEHTA**  
Proprietor  
Membership No: 190469  
Place: Mumbai  
Date: 31/07/2023  
UDIN – 23190469BGZHWT8535

**SUN PETROCHEMICALS PRIVATE LIMITED**  
Balance Sheet as at 31st March 2023  
CIN: U24219GJ1995PTC028519

(₹ in Lakhs)

Particulars	Note No.	As on 31st March 2023	As on 31st March 2022
<b>ASSETS</b>			
<b>1 Non-current assets</b>			
(a) Property, Plant and Equipment and Intangible Assets			
(i) Property, Plant and Equipment	3	28,390.99	30,489.88
(ii) Right of Use Asset	4	2,629.36	1,552.79
(iii) Capital Work-in-Progress	5	3,785.84	8,391.42
(iv) Intangible assets	6	6,674.99	11,271.78
(b) Financial Assets			
(i) Investments	7	110,577.00	0.17
(ii) Deposit under site restoration fund	8	19,925.38	18,581.77
(iii) Other Non Current Financial Assets	11	628.87	355.34
(c) Deferred Tax Assets	9	15,922.68	9,806.73
(d) Other non current assets	10	414.65	293.72
		<b>188,949.76</b>	<b>80,743.60</b>
<b>2 Current assets</b>			
(a) Inventories	12	5,825.25	4,009.99
(b) Financial Assets			
(i) Investments		-	-
(ii) Trade receivables	13	24,804.20	4,530.37
(iii) Cash and cash equivalents	14 (i)	1,824.23	799.87
(iv) Bank balances other than (iii) above	14 (ii)	1,361.87	1.25
(v) Loans & Advances	15	61.50	35,075.05
(vi) Others	16	23.67	324.36
(c) Other current assets	17	1,038.24	624.33
		<b>34,938.95</b>	<b>45,365.21</b>
<b>TOTAL</b>		<b>223,888.71</b>	<b>126,108.81</b>
<b>EQUITY AND LIABILITIES</b>			
<b>1 Equity</b>			
(a) Equity Share capital	18	916.70	916.70
(b) Other equity	19	84,738.45	33,625.69
		<b>85,655.15</b>	<b>34,542.39</b>
<b>2 Non-current liabilities</b>			
(a) Financial Liabilities			
(i) Long Term Borrowings	20	47,380.22	-
(ii) Lease Liabilities	21	2,326.98	1,464.39
(iii) Other Long Term Liabilities	22	11.75	13.87
(b) Long term provisions	23	18,108.20	18,019.80
		<b>67,827.16</b>	<b>19,498.05</b>
<b>3 Current liabilities</b>			
(a) Financial Liabilities			
(i) Short term borrowings	24	57,798.26	65,099.85
(ii) Lease Liabilities	21	565.78	310.91
(iii) Trade Payables	25		
a) Total outstanding dues of micro and small enterprises		550.03	369.49
b) Total outstanding dues of creditors other than micro enterprises and small enterprises		4,645.03	3,151.60
(iv) Other liabilities	26	2,158.44	0.00
(b) Other current liabilities	27	4,385.65	2,884.90
(c) Short-term provisions	28	303.22	251.62
		<b>70,406.40</b>	<b>72,068.37</b>
<b>TOTAL</b>		<b>223,888.71</b>	<b>126,108.81</b>
Significant accounting policies	2		
Notes forming part of the Financial Statements	3 to 50		

As per our attached report of even date.

For Harshal Mehta & Associates,  
Chartered Accountants  
Firm Reg.No:152736W


  
Harshal N. Mehta  
Proprietor  
Membership No:190469  
Place: Mumbai





Date: 31/07/2023


UDIN-23190469R4Z HWT8535

For and on behalf of the Board

  
Dilip S. Shanghvi  
Managing Director  
DIN No: 00005688

  
Karishma A. Shanghvi  
Wholetime Director  
DIN No: 03546211

  
Nidhi Vora  
Company Secretary

  
Vishal Mehta  
Chief Financial Officer

**SUN PETROCHEMICALS PRIVATE LIMITED**  
**Statement of Profit and Loss Account for the year ended 31st March 2023**  
**CIN: U24219GJ1995PTC028519**


(₹ in Lakhs)

Particulars	Note No.	Year ended 31st March 2023	Year ended 31st March 2022
<b>1 INCOME</b>			
(a) Revenue from Operations	29	131,574.41	56,597.81
(b) Other Income	30	2,113.33	1,900.16
<b>Total Income</b>		<b>133,687.75</b>	<b>58,497.96</b>
<b>2 EXPENSES</b>			
(a) Changes in Inventories of Finished Goods	31	(1,499.38)	30.25
(b) Royalties, cess and licence fees	32	16,484.80	6,422.88
(c) Operative expenses	33	5,862.06	3,141.26
(d) Employee Benefits expense	34	7,416.62	5,090.39
(e) Finance cost	35	5,905.58	2,271.58
(f) Depreciation and Amortisation expenses	3-6	28,192.08	10,571.65
(g) Exploration and evaluation charges		4,697.84	0.00
(h) Other expenses	36	12,014.55	3,002.36
<b>Total Expenses</b>		<b>79,074.14</b>	<b>30,530.37</b>
<b>3 Profit / (loss) before exceptional items and tax</b>		<b>54,613.61</b>	<b>27,967.59</b>
<b>4 Exceptional item</b>			
<b>5 Profit / (Loss) Before tax</b>		<b>54,613.61</b>	<b>27,967.59</b>
<b>6 Tax Expense</b>			
Current Tax		9,700.00	4,827.00
Less: MAT Credit		(9,700.00)	(4,827.00)
Tax Expenses relating to earlier years			0.00
Deferred Tax (Expenses) / income		(3,603.20)	4,503.51
<b>7 Profit/(loss) for the year</b>		<b>51,010.40</b>	<b>32,471.10</b>
<b>8 Other Comprehensive Income / (Loss)</b>			
(i) Items that will not be reclassified to profit or loss			
Remeasurements of Defined Benefit Plans		(76.13)	(88.94)
Less: Tax impact on above		19.16	23.12
<b>9 Total Other Comprehensive Income / (Loss)</b>		<b>(56.97)</b>	<b>(65.82)</b>
<b>10 Total Comprehensive Income for the year</b>		<b>50,953.44</b>	<b>32,405.28</b>
<b>Earnings Per Equity Share (Rs/Share):</b>	40		
Basic		556.46	354.22
Diluted		556.46	354.22
Significant accounting policies	2		
Notes forming part of the Financial Statements	3 to 50		

For Harshal Mehta & Associates,

Chartered Accountants

Firm Reg.No:152736W

  
Harshal N. Mehta

Proprietor  
Membership No:190469  
Place: Mumbai



Date: 31/07/2023

UDIN: 23190469BQZHW T 8535

For and on behalf of the Board



Dilip S. Shanghvi  
Managing Director  
DIN No: 00005586



Nidhi Vora  
Company Secretary



Karishma A. Shanghvi  
Wholetime Director  
DIN No: 03546211



Vishal Mehta  
Chief Financial Officer

**SUN PETROCHEMICALS PRIVATE LIMITED**  
**Cash Flow Statement for the year ended 31st March 2023**  
**CIN: U24219GJ1995PTC028519**

PARTICULARS	Year ended 31st March, 2023	Year ended 31st March, 2022
(₹ in Lakhs)		
<b>A) Cash flow From Operating Activities</b>		
Net Profit / (Loss) Before Tax	54,613.61	27,967.58
Adjustments for		
Employee benefit expenses provision	140.01	107.91
Processing fees on debentures issued reversed	(179.67)	-
Interest on account of amortised cost accounting	0.00	
On borrowings	59.89	(9.42)
Unwinding interest on Lease liabilities	187.82	157.03
Rent reversals done for Leases accounting	(607.80)	(316.80)
Interest income	(995.04)	(995.17)
<b>Depreciation:</b>		
Depreciation -PPE	23,134.33	7,362.37
Depreciation -intangibles	4,596.78	2,878.39
Depreciation -ROU	460.96	330.89
Finance cost	5,717.76	2,117.54
<b>Operating (Loss) / Profit before Working Capital change</b>	<b>87,128.65</b>	<b>39,600.32</b>
<b>Changes in working capital:</b>		
Adjustments for (increase) / decrease in operating assets:		
Decrease / (Increase) Inventories	(1,815.25)	(1,064.65)
Decrease / (Increase) Trade Receivables and Other Receivables	(20,273.83)	(21.94)
Decrease / (Increase) - Other noncurrent and current assets	(62.16)	(1,117.67)
<b>Adjustments for increase / (decrease) in operating liabilities:</b>		
(Decrease) / Increase - Trade & Other payables	1,673.96	(190.18)
(Decrease) / Increase - Other Liabilities	2,899.52	1,893.74
Other current financial liabilities	2,158.44	0.00
Income Tax paid	(11,388.18)	(4,724.80)
<b>Net Cash Flows from Operating Activities</b>	<b>60,321.14</b>	<b>34,374.81</b>
<b>B) Cash Flow from Investing Activities</b>		
Purchase of PPE	(16,429.86)	(29,189.37)
Investments in subsidiaries/associates	(23,026.83)	-
Right in equity interest - associate.	(87,550.00)	-
Additions to SRF	(1,343.61)	-
Interest income	995.04	995.17
<b>Net Cash Flows from Investing Activities</b>	<b>(127,355.25)</b>	<b>(28,194.20)</b>
<b>C) Cash Flow from Financing Activities</b>		
Revaluation reserve and Equity guarantee program	0.00	205.03
Increase in long term borrowings	47,500.00	31,306.53
Decrease in loan given	35,013.55	(34,776.73)
Finance cost incurred	(5,717.76)	(2,117.54)
Increase in other equity	(75.13)	-
Increase in short term borrowings	(7,301.59)	-
<b>Net Cash Flows from Financing Activities</b>	<b>69,419.08</b>	<b>(5,382.71)</b>
<b>Net Increase / (Decrease) in Cash &amp; Cash equivalents</b>	<b>2,384.97</b>	<b>797.91</b>
Cash & Cash Equivalents at Beginning of the year	801.12	3.22
<b>Cash &amp; Cash Equivalents at the End of the Year</b>	<b>3,186.10</b>	<b>801.12</b>
* represents restricted cash & bank balance in respect of amounts deposited in Site Restoration Fund		
difference cash and cash equivalents		
<b>Net Increase / (Decrease) in Cash &amp; Cash equivalents</b>	<b>2,384.97</b>	<b>797.91</b>

For Harshal Mehta & Associates,  
Chartered Accountants  
Firm Reg.No:152736W

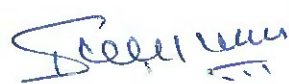


Harshal N. Mehta  
Proprietor  
Membership No:190469  
Place: Mumbai  
Date : 31/07/2023



UDIN:-23190469B9ZHW78535

For and on behalf of the Board



Dilip S. Shanghvi  
Managing Director  
DIN No: 00005588



Nidhi Vora  
Company Secretary



Karishma A. Shanghvi  
Wholtime Director  
DIN No:03546211



Vishal Mehta  
Chief Financial Officer

**SUN PETROCHEMICALS PRIVATE LIMITED**  
**Statement of Changes in Equity as at 31st March 2023**

A	(Amt in lacs)	
	As on 31st March 2023	As on 31st March 2022
<b>EQUITY SHARE CAPITAL</b>		
<b>Authorised Share Capital</b>		
2,99,99,000 Equity Share of Rs.10/- each	2,999.90	2,999.90
<b>Issued, Subscribed &amp; Fully Paid up Share Capital</b>		
91,67,000 Equity Share of Rs.10/- each	916.70	916.70
<b>Total</b>	<b>916.70</b>	<b>916.70</b>

B	(Amt in lacs)						
	Capital Reserve	General Reserve	Equity for financial guarantee by holding Company	Retained Earnings	Debenture Redemption Reserve	Revaluation Reserve	Total
<b>Balance as at March 31, 2021</b>	20.44	500.00	72.00	422.94	-	-	1,015.38
Equity for financial guarantee by Holding Company	-	-	90.00	-	-	-	90.00
<b>Changes during the period :</b>	-	-	-	-	-	115.03	115.03
Total Comprehensive Income	-	-	-	32,405.28	-	-	32,405.28
<b>Balance as at March 31, 2022</b>	20.44	500.00	162.00	32,828.22	-	-	33,625.69
Equity for financial guarantee by Holding Company	-	-	159.32	-	-	-	159.32
<b>Changes during the period :</b>	-	-	-	-	4,750.00	-	4,750.00
Total Comprehensive Income	-	-	-	46,203.44	-	-	46,203.44
<b>Balance as at March 31, 2023</b>	20.44	500.00	321.32	79,031.65	-	-	84,738.45

For Harshal Mehta & Associates,  
Chartered Accountants  
Firm Reg No:152736W

*Harshal N. Mehta*  
**Harshal N. Mehta**  
Proprietor  
Membership No:190469  
Place: Mumbai  
Date: 31/07/23



For and on behalf of the Board

*Dilip S. Shanghvi*  
**Dilip S. Shanghvi**  
Managing Director  
DIN No: 00005588

*Nidhi Vora*  
**Nidhi Vora**  
Company Secretary

*Karishma A. Shanghvi*  
**Karishma A. Shanghvi**  
Whole-time Director  
DIN No: 03549111

*Vishal Mehta*  
**Vishal Mehta**  
Chief Financial Officer

UDN-23190469 BQZ-HWT8535



## SUN PETROCHEMICALS PRIVATE LIMITED

### Notes forming part of financial statements for the year ended March 31, 2023

#### 1 COMPANY OVERVIEW

Sun Petrochemicals Private Limited ('SunPetro' or 'Company') was incorporated as a private limited company on 21st December 1995. The Company was earlier into manufacturing of acetylene carbon black which is used in batteries, semiconductive rubber & polymer compounds, conductive tapes, curing bladders for tyres and other conductive applications. However, the manufacturing unit is currently shut due to regular availability of raw material. In Year 2015, the Company had also entered into upstream Oil & Gas business and has entered into various production sharing contracts with Government of India to carry out development and production of Oil and Gas.

During the Financial Year 2022-23, the Company has been awarded 3 new Exploratory Oil & Gas Blocks under Open Acreage Licensing Policy (OALP) and 2 new discovered Oil & Gas Fields under Discovered Small Fields Round-III conducted by Government of India (GoI). The Company has entered into five separate Revenue Sharing Contracts (RSC's).

#### 2 SIGNIFICANT ACCOUNTING POLICIES

##### 2.1 Statement of compliance with Ind AS

The Company has prepared financial statements for the year ended March 31, 2023 in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended).

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to the existing accounting standard requires a change in the accounting policy hitherto in use.

##### 2.2 Historical cost convention

The financial statements have been prepared on the historical cost basis, except for: (i) certain financial instruments that are measured at fair values at the end of each reporting period; and (ii) defined benefit plans – plan assets that are measured at fair values at the end of each reporting period.

##### 2.3 Current non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle (twelve months) and other criteria set out in the Schedule III to the Act.

##### 2.4 Use of estimates and judgments

The estimates and judgments used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Actual results may differ from these estimates. Differences between actual results and estimates are recognised in the period in which the results are known/materialised.

The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

Key sources of estimation of uncertainty at the date of the financial statements, which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, is in respect of reserve estimates, useful lives of property, plant and equipment, valuation of deferred tax assets, provisions and contingent liabilities.

##### 2.5 Property, plant and equipment

###### i) Capitalisation expenditure

###### i.a) Exploration and Evaluation Assets

Exploration expenditure includes all direct and allocated indirect expenditure associated with finding specific mineral resources which includes depreciation and applicable operating costs of related support equipment and facilities and other costs of exploration activities

a) Exploration and evaluation expenditure incurred prior to obtaining the mining right or the legal right to explore are expensed as incurred.

b) Cost of Survey and prospecting activities conducted in the search of oil and gas are expensed as exploration cost in the year in which these are incurred. Costs of surveys and studies include rights of access to properties to conduct those studies, statutory clearances, manpower costs, professional fees etc.

c) Exploration drilling costs are initially capitalised on a well-by-well basis until the success or otherwise of the well has been established. The success or failure of each exploration effort is judged on a well-by-well basis. Drilling costs are written off on completion of a well unless the results indicate that hydrocarbon reserves exist and there is a reasonable prospect that these reserves are commercial. The cost of successful exploratory wells (including direct and allocated indirect costs) are carried as Exploration and Evaluation intangible assets. The Exploration and Evaluation intangible assets are transferred to the appropriate category of property, plant and equipment when the technical feasibility and commercial viability has been determined. Exploration intangible assets under development are assessed for impairment and impairment loss, if any, is recognised prior to reclassification.



## SUN PETROCHEMICALS PRIVATE LIMITED

### Notes forming part of financial statements for the year ended March 31, 2023

i.b) Oil field assets– (developing/producing assets)

All costs incurred after the technical feasibility and commercial viability of having oil reserves has been demonstrated, are capitalised within property plant and equipment – development/producing assets on a field-by-field basis. Subsequent expenditure is capitalised only where it either enhances the economic benefits of the development/producing asset or replaces part of the existing development/producing asset. Any remaining costs associated with the part replaced are expensed.

Net proceeds from any disposal of development/ producing assets are credited against the previously capitalised cost. A gain or loss on disposal of a development/producing asset is recognised in the statement of profit and loss to the extent that the net proceeds exceed or are less than the appropriate portion of the net capitalised costs of the asset.

i.c) Other assets

The initial cost of property, plant and equipment comprises its purchase price, non-refundable purchase taxes, duties and any directly attributable costs of bringing an asset to working condition and location for its intended use.

ii) **Depreciation, depletion and amortisation expense**

ii.a) Oil and gas assets– (developing/producing assets)

All expenditures carried within each field are amortised from the commencement of production on a unit of production basis, which is the ratio of oil and gas production in the period to the estimated quantities of depletable reserves at the end of the period plus the production in the period, generally on a field-by-field basis or group of fields which are reliant on common infrastructure.

Depletion method is based on 'Field Development Plan' and recovery approved by Management as per quantitative depletion of related reserves.

ii.b) Other assets:

Management's assessment takes into account, inter alia, the nature of the assets, the estimated usage of the assets, the operating conditions of the assets, past history of replacement and maintenance support

Depreciation is provided on straight line method based on useful lives of assets as indicated in Part C of Schedule II to the Companies Act 2013.

#### 2.6 Intangible Assets:

a) Oil field production and development rights:

Oil field production and development rights' are recognised as Intangible assets at its fair value which is transaction price.

These rights are amortised from the commencement of production on a unit of production basis, which is the ratio of oil and gas production in the period to the estimated quantities of depletable reserves at the end of the period plus the production in the period, generally on a field-by-field basis or group of fields which are reliant on common infrastructure.

b) Other intangible rights:

Intangible assets consisting off trademarks, design, technical know-how and computer software are recognised where it is probable that the future economic benefit attributable to the assets will flow to the Company and its cost can be reliably measured.

Intangible Assets are stated at cost less accumulated amortisation and accumulated impairment loss, if any.

Intangibles assets are amortised over its useful lives as estimated by the management from the date it is available for use.

#### 2.7 Decommissioning Costs

Decommissioning cost includes cost of restoration. Provision for decommissioning costs is recognized when the Company has a legal or constructive obligation to plug and abandon a well, dismantle and remove a facility or an item of Property, Plant and Equipment and to restore the site on which it is located. The full eventual estimated provision towards costs relating to dismantling, abandoning and restoring well sites and allied facilities are recognized in respective assets when the well is complete / facilities or Property, Plant and Equipment are installed. The amount recognized is the present value of the estimated future expenditure determined using existing technology at current prices and escalated using appropriate inflation rate till the expected date of decommissioning and discounted up to the reporting date using the appropriate risk free discount rate.

#### 2.8 Impairment of non-financial assets

Impairment charges and reversals are assessed at the level of cash-generating units. A cash-generating unit (CGU) is the smallest identifiable group of assets that generate cash inflows that are largely independent of the cash inflows from other assets or group of assets.

The Company assesses at each reporting date, whether there is an indication that an asset may be impaired. The Company conducts an internal review of asset values annually, which is used as a source of information to assess for any indications of impairment or reversal of previously recognised impairment losses. Internal and external factors, such as worse economic performance than expected, changes in expected future prices, costs and other market factors are also monitored to assess for indications of impairment or reversal of previously recognised impairment losses.

If any such indication exists then an impairment review is undertaken and the recoverable amount is calculated, as the higher of fair value less costs of disposal and the asset's value in use.

Value in use is determined as the present value of the estimated future cash flows expected to arise from the continued use of the asset in its present form and its eventual disposal. The cash flows are discounted using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which estimates of future cash flows have not been adjusted. Value in use is determined by applying assumptions specific to the Company's continued use and cannot take into account future development. These assumptions are different to those used in calculating fair value and consequently the value in use calculation is likely to give a different result to a fair value calculation.



**SUN PETROCHEMICALS PRIVATE LIMITED**  
**Notes forming part of financial statements for the year ended March 31, 2023**

**2.9 Investment in Associates:**

The Company has elected to recognize its investments in associate companies at cost in accordance with the option available in Ind AS 27, 'Separate Financial Statements'.

**2.10 Financial Instruments**

**a Classification**

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

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

**b Measurement**

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

**c Income Recognition on financial instruments:**

**Interest income**

Interest income from debt instruments is recognised using the effective interest rate method.

**Dividends**

Dividends are recognised in the Statement of Profit and Loss only when the right to receive payment is established.

**d Impairment of financial Instruments**

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets:

- a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, debt securities and deposits.
- b) Financial assets that are debt instruments and are measured as at FVOCI.
- c) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 115.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables, contract assets and lease receivables.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive, discounted at the original EIR.

**2.11 Inventory:**

- a) Raw materials are valued at cost.
- b) Cost of stores, spares and consumables is determined based on cost.
- c) Cost of finished products is determined based on the cost of production. Finished products are valued at weighted average cost or at net realisable value, whichever is lower.

**2.12 Cash and cash Equivalents:**

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

**2.13 Leases:**

The Company assesses at contract inception whether a contract is, or contains, a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration

**Company as a lessee**

The Company applies a single recognition and measurement approach for all leases, except for short-term leases and leases of low value assets. The Company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

**i) Right-of-use assets**

The Company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Right-of use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets.



## SUN PETROCHEMICALS PRIVATE LIMITED

### Notes forming part of financial statements for the year ended March 31, 2023

#### ii) Lease Liabilities

At the commencement date of the lease, the Company recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in substance fixed payments) less any lease incentives receivable, variable lease payments

In calculating the present value of lease payments, the Company uses its incremental borrowing rate at the lease commencement date because the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payment

#### The Company as a lessor

Rental income from operating lease is generally recognised on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue.

#### Transition:

Effective April 01, 2019, the Company has adopted Ind AS 116 "Leases", and applied to all lease contracts existing on April 01, 2019 using the modified retrospective method. Accordingly, the Company has recognised a lease liability measured at the present value of the remaining lease payments, and right-of-use (ROU) asset at an amount equal to lease liability (adjusted for any related prepayments). Management has exercised judgement in determining whether extension and termination options are reasonably certain to be exercised.

#### 2.14 Borrowings

Borrowings are initially recognised and measured at amortised cost. Subsequent to initial recognition, these borrowings are measured at amortized cost using the effective interest method, less any impairment losses.

#### 2.15 Borrowing costs

Interest and other borrowing costs attributable to qualifying assets are capitalised. Other interest and borrowing costs are charged to Statement of Profit and Loss using effective interest method.

#### 2.16 Provisions and contingent liabilities

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period.

Contingent Liabilities are disclosed in respect of possible obligations that arise from past events but their existence will be confirmed by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made.

#### 2.17 Estimation of provision for decommissioning

The Company estimates provision for decommissioning as per the principles of Ind AS 37 'Provisions, Contingent Liabilities and Contingent Assets' for the future decommissioning of Oil & Gas assets at the end of their economic lives. Most of these decommissioning activities would be in the future, the exact requirements that may have to be met when the removal events occur involve uncertainty. Technologies and costs for decommissioning are constantly changing. The timing and amounts of future cash flows are subject to significant uncertainty. The timing and amount of future expenditures are reviewed at the end of each reporting period, together with rate of inflation for escalation of current cost estimates and the interest rate used in discounting the cash flows. The economic life of the Oil & Gas assets is estimated on the basis of long term production profile of the relevant Oil & Gas asset.

#### 2.18 Revenue Recognition

Revenue from contracts with customers is recognized at the point in time the Company satisfies a performance obligation by transferring control of a promised product or service to a customer at an amount that reflects the consideration to which the Company expects to be entitled in exchange for the sale of products and service, net of discount, taxes or duties. The transfer of control on sale of crude oil, natural gas and value added products occurs at the point of delivery, where usually the title is passed and the customer takes physical possession, depending upon the contractual conditions. Any retrospective revision in prices is accounted for in the year of such revision. Revenue from service is recognised in the accounting period in which the services are rendered at contractually agreed rates.

#### 2.19 Government Grant:

Government Grant is difference between fair value of loan availed (deferment loans) and amount payable by the Company, which is accounted as per provisions of Ind AS 20 Accounting for Government Grants.

Accounting for Government Grants is based on the terms of the scheme applicable to the company, and which is deferred and amortised to the statement of profit and loss over the period of the sales tax deferral loan.



**SUN PETROCHEMICALS PRIVATE LIMITED**  
**Notes forming part of financial statements for the year ended March 31, 2023**

**2.20 Foreign currency translation**

**a Functional and presentation currency**

The financial statements are presented in Indian rupee (INR), which is Company's functional and presentation currency.

**b Transactions and balances**

Transactions in currencies other than the Company's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions.

At the end of each reporting period, monetary items denominated in foreign currencies are translated using mean exchange rate prevailing on the last day of the reporting period.

Exchange differences on monetary items are recognised in the Statement of Profit and Loss in the period in which they arise.

**2.21 Income Tax**

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Deferred income tax is provided in full, using the liability method on temporary differences arising between the tax bases of assets and liabilities and their carrying amount in the financial statement. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are excepted to apply when the related deferred income tax assets is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses, only if, it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are off set where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

Minimum Alternate Tax credit is recognised when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period.

**2.22 Employee Benefits**

**a Defined benefit plans**

For defined benefit plans, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in full in the other comprehensive income for the period in which they occur. Past service cost both vested and unvested is recognised as an expense at the earlier of (a) when the plan amendment or curtailment occurs; and (b) when the entity recognises related restructuring costs or termination benefits.

The retirement benefit obligations recognised in the balance sheet represents the present value of the defined benefit obligations reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to the present value of available refunds and reductions in future contributions to the scheme.

**b Defined contribution plans**

The Company's contribution towards Provident Fund and Family Pension Fund, which are defined contribution, are accounted for on an accrual basis and recognised in the Statement of Profit & Loss in the year in which they incur.

**c Compensated absences**

Compensated absences are provided for on the basis of an actuarial valuation, using projected unit credit method, as at the date of the balance sheet, actuarial gains / losses, if any, are immediately recognized in the statement of profit and loss.

**2.23 Earnings per share**

The basic earnings per share is computed and disclosed by dividing the net profit after tax attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is computed and disclosed using the weighted average number of equity shares outstanding during the year, adjusted for the effects of all dilutive potential equity shares, if any.



**SUN PETROCHEMICALS PRIVATE LTD**  
Notes forming part of financial statements for the year ended March 31, 2023

2022-23

**PROPERTY, PLANT & EQUIPMENT**

Name of the Asset	GROSS CARRYING VALUE			DEPRECIATION / AMORTISATION			NET CARRYING VALUE	
	Balance as at 1st April 2022	Additions	Deductions	Balance as at 31st March 2023	For the year	Deductions	Balance as at 31st March 2023	Balance as at 31st March 2022
<b>OIL FIELD ASSETS</b>								
TANGIBLE ASSETS								
FACTORY BUILDING	30.85	1,305.79	13.14	1,323.50	608.68		714.82	17.71
OFFICE BUILDING	-	466.93	466.93	-	216.79		250.13	-
DATA PROCESSING EQUIPMENTS	28.95	55.12	7.61	76.46	17.88		294.33	21.24
AIR CONDITIONERS & AG SYSTEM	5.67	6.67	1.42	10.92	0.84		3.41	4.25
OTHER EQUIPMENTS	32.98	8.83	41.81	9.40	11.72	11.80	20.68	23.59
OFFICE EQUIPMENTS	30.09	18.30	48.39	7.40	13.75		27.24	22.69
COMMUNICATION NETWORK	11.09	2.93	11.09	-	3.79		8.16	-
ELECTRICAL FITTINGS	143.76	74.76	218.51	33.30	81.45	5.04	103.77	110.48
FURNITURE & FIXTURE	4.49	28.91	33.40	1.10	14.74		17.56	3.39
PLANT & MACHINERY (OIL FIELD & OTHER ASSETS)	25,284.80	15,205.03	40,489.83	5,511.96	15,851.56	481.46	19,136.31	19,772.84
DEVELOPMENT WELLS	12,873.60	3,197.67	16,071.27	2,804.21	6,172.98	1,542.94	7,694.08	10,069.39
<b>TOTAL OIL FIELD ASSETS</b>	<b>38,446.17</b>	<b>20,333.48</b>	<b>58,779.65</b>	<b>8,392.47</b>	<b>22,984.19</b>	<b>2,051.24</b>	<b>27,393.00</b>	<b>30,053.71</b>
<b>OTHER ASSETS</b>								
TANGIBLE ASSETS								
LEASE-HOLD LAND	28.96	-	28.96	1.73	0.32		26.91	27.24
OFFICE BUILDING	1.62	1.62	1.62	0.81	-		0.80	0.80
FACTORY BUILDING	155.53	103.67	155.53	103.67	313.04		51.86	51.86
LABORATORY EQUIPMENTS	1.71	1.06	1.71	1.06	2.35		0.65	0.65
ELECTRICAL FITTINGS	23.70	10.76	23.70	10.76	7.46		12.81	12.94
FURNITURE & FIXTURE	0.36	0.36	0.36	0.35	-		0.01	0.01
OFFICE EQUIPMENTS	9.79	3.90	12.69	8.05	2.35		3.29	1.73
FACTORY EQUIPMENTS	3.09	40.13	43.21	2.46	22.47	3.87	18.28	0.63
OTHER EQUIPMENTS	8.39	8.39	8.39	2.40	0.63		5.38	5.99
DATA PROCESSING EQUIPMENTS	77.53	90.38	168.31	43.92	20.58		103.81	34.01
CYCLES	1.00	-	1.00	0.29	0.03		0.66	-
A/C SYSTEM	353.67	609.02	962.69	69.26	127.98		773.67	289.60
MOTOR CAR	570.94	743.43	1,406.85	234.77	174.09		987.89	436.18
<b>TOTAL OTHER ASSETS</b>	<b>39,117.12</b>	<b>21,076.91</b>	<b>60,194.03</b>	<b>8,627.23</b>	<b>23,168.28</b>	<b>2,386.64</b>	<b>28,390.96</b>	<b>30,489.65</b>



Note

2021-22  
PROPERTY, PLANT & EQUIPMENT

Name of the Asset	GROSS CARRYING VALUE			DEPRECIATION / AMORTISATION			NET CARRYING VALUE			
	Balance as at 1st April 2021	Additions	Deductions	Balance as at 31st March 2022	For the year	Deductions	Impairment Asset last year	Impairment Dep Last year	Balance as at 31st March 2021	Balance as at 31st March 2021
<b>OIL FIELD ASSETS</b>										
TANGIBLE ASSETS										
FACTORY BUILDING	30.85	-	-	30.85	2.19	-	13.14	-	17.71	19.90
DATA PROCESSING EQUIPMENTS	28.04	1.32	0.52	28.85	5.96	-	7.81	-	21.24	26.39
AIR CONDITIONERS & AC SYSTEM	3.93	1.73	-	5.67	1.18	-	1.42	-	4.26	3.70
OTHER EQUIPMENTS	15.75	17.22	-	32.98	5.54	-	9.40	(0.30)	23.58	11.80
OFFICE EQUIPMENTS	20.56	9.63	-	30.09	5.98	-	7.40	-	22.69	19.13
COMMUNICATION NETWORK	11.09	-	-	11.09	2.91	-	2.93	-	8.16	10.16
ELECTRICAL FITTINGS	17.39	126.37	-	143.76	26.14	-	33.30	5.04	110.46	10.23
FURNITURE & FIXTURE	1.33	3.17	-	4.49	0.91	-	1.10	-	3.39	1.03
DEVELOPMENT WELLS	3,349.22	9,524.38	-	12,873.60	2,448.35	-	2,904.21	1,542.94	10,959.39	2,983.37
<b>TOTAL OIL FIELD ASSETS</b>	<b>3,476.17</b>	<b>9,693.72</b>	<b>0.52</b>	<b>13,161.37</b>	<b>2,498.15</b>	<b>-</b>	<b>2,960.51</b>	<b>1,559.78</b>	<b>10,280.86</b>	<b>3,095.81</b>
<b>OTHER ASSETS</b>										
TANGIBLE ASSETS										
LEASE-HOLD LAND	28.96	-	-	28.96	0.43	-	1.73	-	27.24	27.67
OFFICE BUILDING	1.62	-	-	1.62	-	-	0.81	8.70	0.80	0.80
FACTORY BUILDING	155.63	-	-	155.53	-	-	103.67	313.04	51.86	51.86
LABORATORY EQUIPMENTS	1.71	-	-	1.71	-	-	1.05	2.36	0.65	0.65
ELECTRICAL FITTINGS	23.70	-	-	23.70	0.16	-	10.76	7.45	12.94	13.10
FURNITURE & FIXTURE	0.36	-	-	0.36	0.09	-	0.35	-	0.01	0.10
OFFICE EQUIPMENTS	6.68	2.91	-	9.79	1.52	-	8.05	-	1.73	0.34
FACTORY EQUIPMENTS	3.09	-	-	3.09	2.46	-	2.46	3.87	0.63	0.63
OTHER EQUIPMENTS	2.54	5.85	-	6.39	0.16	-	2.40	-	5.99	0.30
R & D EQUIPMENTS & LAB	-	-	-	-	-	-	-	-	-	-
DATA PROCESSING EQUIPMENTS	41.53	38.40	-	77.93	13.87	-	43.92	-	34.01	11.48
CYCLES	-	-	-	-	-	-	-	-	-	-
AC SYSTEM	0.64	-	-	1.00	0.06	-	0.23	-	0.71	0.43
MOTOR CAR	251.61	207.01	98.75	356.87	90.19	98.75	59.26	-	239.60	182.78
<b>TOTAL OTHER ASSETS</b>	<b>518.17</b>	<b>252.59</b>	<b>98.75</b>	<b>870.94</b>	<b>106.50</b>	<b>98.75</b>	<b>234.77</b>	<b>335.40</b>	<b>436.18</b>	<b>260.15</b>
<b>PLANT &amp; MACHINERY (OIL FIELD &amp; OTHER ASSETS)</b>	<b>6,485.80</b>	<b>18,789.31</b>	<b>-</b>	<b>25,284.80</b>	<b>4,757.73</b>	<b>(0.10)</b>	<b>5,511.86</b>	<b>491.45</b>	<b>19,772.84</b>	<b>5,741.46</b>
<b>TOTAL ASSETS</b>	<b>10,481.83</b>	<b>28,725.55</b>	<b>100.27</b>	<b>39,117.12</b>	<b>7,362.37</b>	<b>99.65</b>	<b>8,627.23</b>	<b>2,386.64</b>	<b>30,489.69</b>	<b>9,127.41</b>



4

RIGHT OF USE ASSETS		(₹ in Lakhs)
Particulars	Balance as at 31st March 2023	
Opening Balance	1,552.79	
Additions during the year	1,507.68	
Less: Depreciation for the year	430.51	
Balance as on 31.03.2023	2,629.96	

RIGHT OF USE ASSETS		(₹ in Lakhs)
Particulars	Balance as at 31st March 2022	
Opening Balance	317.48	
Additions during the year	1,566.19	
Less: Depreciation for the year	(330.89)	
Balance as on 31.03.2022	1,552.79	

5

CAPITAL WORK IN PROGRESS						(₹ in Lakhs)
2022-23						
Particulars	Balance as at 1st April 2022	Additions	Deductions	Impairment	Balance as at 31st March 2023	
PRODUCING PROPERTY IN PROGRESS	8,391.42	3,715.26	8,320.84		3,785.84	
	8,391.42	3,715.26	8,320.84		3,785.84	

CAPITAL WORK IN PROGRESS						(₹ in Lakhs)
2021-22						
Particulars	Balance as at 1st April 2021	Additions	Deductions	Impairment	Balance as at 31st March 2022	
PRODUCING PROPERTY IN PROGRESS	7,928.99	10,760.82	10,296.29		8,391.42	

Note 1: Capital Work in Progress (CWIP) / Intangible assets under development (ITAUD)

CWIP/ITAUD	Amount in CWIP for a period of			Total
	Less than 1 year	1-2 years	More than 3 years	
Projects in progress	3,785.84	-	-	3,785.84
Projects temporarily suspended	-	-	-	-

Note 2: Capital Work in Progress (CWIP/ITAUD) whose completion is overdue

CWIP/ITAUD	To be completed in		
	Less than 1 year	1-2 years	More than 3 years
Project 1	-	-	-
Project 2	-	-	-





INTANGIBLE ASSETS:		GROSS CARRYING VALUE				DEPRECIATION / AMORTISATION				NET CARRYING VALUE	
2022-23		Balance as at 1st April 2022	Additions	Deductions	Impairment	Balance as at 31st March 2023	For the year	On deductions	Impairment	Balance as at 31st March 2023	Balance as at 31st March 2022
<b>OIL-FIELD ASSETS:</b>											
INTANGIBLE ASSETS		-	-	-	-	-	-	-	-	-	-
PI RIGHTS PURCHASE FROM RELIANCE/BP		-	-	-	-	-	-	-	-	-	-
PREOPERATIVE EXPENSES		15,316.61	-	-	-	15,316.61	4,596.78	-	-	8,641.62	6,674.99
ACQUISITION OF PI RIGHTS		-	-	-	-	-	-	-	-	-	11,271.78
<b>OTHERS:</b>											
SOFTWARE		127.44	-	-	-	127.44	-	-	-	127.44	-
<b>TOTAL</b>		<b>15,444.05</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,444.05</b>	<b>4,596.78</b>	<b>-</b>	<b>-</b>	<b>8,765.05</b>	<b>11,271.78</b>
INTANGIBLE ASSETS:											
2021-22		Balance as at 1st April 2021	Additions	Deductions	Impairment	Balance as at 31st March 2022	For the year	On deductions	Impairment	Balance as at 31st March 2022	Balance as at 31st March 2021
<b>OIL-FIELD ASSETS:</b>											
INTANGIBLE ASSETS		-	-	-	-	-	-	-	-	-	-
PI RIGHTS PURCHASE FROM RELIANCE/BP		-	-	-	-	-	-	-	-	-	-
PREOPERATIVE EXPENSES		15,316.61	-	-	-	15,316.61	2,878.39	-	-	4,044.83	11,271.78
ACQUISITION OF PI RIGHTS		-	-	-	-	-	-	-	-	-	14,150.16
<b>OTHERS:</b>											
SOFTWARE		127.44	-	-	-	127.44	-	-	-	127.44	-
<b>TOTAL</b>		<b>15,444.05</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>15,444.05</b>	<b>2,878.39</b>	<b>-</b>	<b>-</b>	<b>4,172.27</b>	<b>11,271.78</b>



**SUN PETROCHEMICALS PRIVATE LIMITED**

Notes forming part of financial statements for the year ended March 31, 2023

(₹ in Lakhs)

7	INVESTMENTS	As on 31st March 2023	As on 31st March 2022
	<b>(a) Partner's right for investment in Green Energy (partnership firms (at cost))##</b> <b>(Investment in subsidiaries)</b>	-	
	1) M/s Goldstar Enterprises	11,513.50	
	2) M/s Pioneer Resources	11,513.50	
	<b>(b) Other Investments</b> Investment in Limited Liability Partnerships (at cost)		
	<b>(Investment in associates)</b>		
	1) Generic Solar Power LLP	0.13	0.13
	2) Trumpcard Advisors and Finvest LLP	0.08	0.08
	3) Conceptual Advisory Services LLP - Rights in equity interest ^^	87,550.00	-
	Less: Loss of share in associates (Trumpcard Advisors LLP and Generic Solar LLP) restricted to amount invested.	(0.21)	(0.04)
	<b>Total Investments (i)</b>	<b>110,577.00</b>	<b>0.17</b>

Investments in Partnership Firms as at March 31, 2023	
<b>(i) M/s Goldstar Enterprises</b>	
Names of Partners	% Share of profit and or loss
Aditya Medisales Limited	40%
Aalok D Shanghvi	6%
Sun Petrochemicals Private Limited	54%
	100%
Total Capital (in lacs)	Rs. 0.50
<b>(ii) M/s Pioneer Resources</b>	
Names of Partners	% Share of profit and or loss
Aditya Medisales Limited	40%
Vibha Dilip Shanghvi	6%
Sun Petrochemicals Private Limited	54%
	100%
Total Capital (in lacs)	Rs. 0.50

7 (b) ## The financial statements as at March 31, 2023 of M/s Goldstar Enterprises and M/s Pioneer Resources were not available and hence profit/loss in these firms for the year ended March 31, 2023 has not been included in the above numbers.

^^ The Company has advanced an amount of Rs 87,550 to Conceptual Advisory Services LLP ('CASL') during the year based on which it is eligible to participate in the partnership rights of CASL in case CASL does not fulfill certain conditions as per the agreement. Accordingly, these amounts have been recognized as Rights to Partnership interest under the head "Other Investments" and no income has been accrued in the current financial year on account of interest.

(₹ in Lakhs)

8	OTHER NON-CURRENT ASSETS	As on 31st March 2023	As on 31st March 2022
	Deposit under site restoration fund (SRF)	19,925.38	18,581.77
	<b>Total</b>	<b>19,925.38</b>	<b>18,581.77</b>



**SUN PETROCHEMICALS PRIVATE LIMITED**

**Notes forming part of financial statements for the year ended March 31, 2023**

(₹ in Lakhs)

9	DEFERRED TAX ASSETS (NET)	As on 31st March 2023	As on 31st March 2022
	Deferred tax on book base and tax base values -		
	Property, Plant and Equipment & Intangible Assets	980.71	(2,496.84)
	Employee benefits actuarial provisions	195.78	4,750.57
	Right of Use Assets	(661.81)	(403.73)
	Leases liabilities	728.11	461.58
	Borrowings	(30.15)	0.00
	Others	(19.26)	(8.43)
	Deferred tax on the carryforward of unused tax losses		2,474.28
	Deferred tax on the carryforward of unused tax credits (MAT)	14,729.29	5,029.29
	<b>Total</b>	<b>15,922.68</b>	<b>9,806.73</b>

10	OTHER NON CURRENT ASSETS	As on 31st March 2023	As on 31st March 2022
	CURRENT TAX ASSETS (NET)		
	Advance Tax and TDS receivable (Net)	14,814.20	0.00
	Less: Provision for Tax	(14,527.00)	0.00
	Advances to suppliers-CAPEX	127.44	293.72
	<b>Total</b>	<b>414.65</b>	<b>293.72</b>

11	OTHER NON CURRENT FINANCIAL ASSETS	As on 31st March 2023	As on 31st March 2022
	Deposits placed	462.80	254.57
	Security deposits-Leases	89.55	0.87
	Financial Guarantee Assets	76.51	99.90
	<b>Total</b>	<b>628.87</b>	<b>355.34</b>

12	INVENTORIES	As on 31st March 2023	As on 31st March 2022
	Finished Goods	1,539.08	39.70
	Stores and Spares	4,286.17	3,970.30
	<b>Total</b>	<b>5,825.25</b>	<b>4,009.99</b>

13	TRADE RECEIVABLES	As on 31st March 2023	As on 31st March 2022
	Unsecured – Considered Good	24,804.20	4,530.37
	Less: Allowance for bad & doubtful debts	-	-
	<b>Total</b>	<b>24,804.20</b>	<b>4,530.37</b>

**Trade Receivables ageing schedule as at 31st March,2023**

(₹ in Lakhs)

Particulars	Less than 6 months	6 months - 1 year	Total
(i) Undisputed Trade receivables -considered good	24,804.20	-	24,804.20
(i) Undisputed Trade receivables -considered doubtful	-	-	-
(iii) Disputed trade receivables considered good	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-
<b>Total</b>	<b>24,804.20</b>	<b>-</b>	<b>24,804.20</b>

**Trade Receivables ageing schedule as at 31st March,2022**

(₹ in Lakhs)

Particulars	Less than 6 months	6 months - 1 year	Total
(i) Undisputed Trade receivables -considered good	4,530.37	-	4,530.37
(i) Undisputed Trade receivables -considered doubtful	-	-	-
(iii) Disputed trade receivables considered good	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-
<b>Total</b>	<b>4,530.37</b>	<b>-</b>	<b>4,530.37</b>



**SUN PETROCHEMICALS PRIVATE LIMITED**  
Notes forming part of financial statements for the year ended March 31, 2023

(₹ in Lakhs)

14	<b>CASH AND BANK BALANCES</b>	<b>As on 31st March 2023</b>	<b>As on 31st March 2022</b>
	<b>i) Cash and Cash Equivalents</b>		
	(a) Balance with Banks		
	Current Accounts	1,824.04	799.79
	(b) Cash on Hand	0.19	0.07
	<b>(ii) Bank balances other than (i) above</b>	1,361.87	1.25
	<b>Total</b>	<b>3,186.10</b>	<b>801.12</b>
15	<b>LOANS &amp; ADVANCES</b>	<b>As on 31st March 2023</b>	<b>As on 31st March 2022</b>
	<b>Unsecured, Considered good</b>		
	Loan & Advances		
	Loans to employees	7.56	
	Others	53.94	35,075.05
	<b>Total</b>	<b>61.50</b>	<b>35,075.05</b>
16	<b>OTHER CURRENT FINANCIAL ASSETS</b>	<b>As on 31st March 2023</b>	<b>As on 31st March 2022</b>
	Interest accrued	16.48	324.36
	Others	7.19	-
	<b>Total</b>	<b>23.67</b>	<b>324.36</b>
17	<b>OTHER CURRENT ASSETS</b>	<b>As on 31st March 2023</b>	<b>As on 31st March 2022</b>
	Advances towards Supply of Goods and Services	762.01	360.89
	Prepaid Expenses	124.50	110.99
	Balance with Government Authorities	151.73	152.44
	<b>Total</b>	<b>1,038.24</b>	<b>624.33</b>



## SUN PETROCHEMICALS PRIVATE LIMITED

Notes forming part of financial statements for the year ended March 31, 2023

(₹ in Lakhs)

18	EQUITY SHARE CAPITAL	As on 31st March 2023	As on 31st March 2022
	<b>Authorised Share Capital</b> 2,99,99,000 (2,99,99,000 as at March 31, 2022) Equity Share of Rs.10/- each	2,999.90	2,999.90
	<b>Issued, Subscribed &amp; Fully Paid up Share Capital</b> 91,67,000 (91,67,000 as at March 31, 2022) Equity Share of Rs.10/- each	916.70	916.70
	<b>Total</b>	<b>916.70</b>	<b>916.70</b>

### a) Reconciliation of shares outstanding at the beginning and at the end of the year.

Equity Shares	As on 31st March 2023		As on 31st March 2022	
	Numbers	Amount in Lacs	Numbers	Amount in Lacs
Equity shares at the beginning of the year	9,167,000	916.70	9,167,000	916.70
Add : Shares issued during the year	-	-	-	-
<b>Equity shares at the end of the year</b>	<b>9,167,000</b>	<b>916.70</b>	<b>9,167,000</b>	<b>916.70</b>

### b) Details of Shareholders holding more than 5% equity shares in the Company

Name of the Shareholders	As on 31st March 2023		As on 31st March 2022	
	No. of Equity Share	Percentage Holding	No. of Equity Share	Percentage Holding
Dilip S. Shanghvi	800,000	8.73%	800,000	8.73%
Unimed Investments Ltd.	470,000	5.12%	470,000	5.12%
Aditya Medisales Ltd	800,000	8.73%	800,000	8.73%
Shanghvi Finance Pvt Ltd	6,180,000	67.42%	6,180,000	67.42%
Khyati Financial Services Pvt. Ltd.	367,000	4.00%	367,000	4.00%
Rampanth Reality Pvt. Ltd	550,000	6.00%	550,000	6.00%

### c) Terms / Rights attached to Equity shares

The Company has one class of Equity shares having a face value of Rs. 10 each. Each holder of Equity share is entitled to one vote per share.

There is no fresh issue or buyback of shares during the year.

### d) Shares held by Promoters

Shares held by promoters at the end of the year 31st March 2023

Sr. No.	Promoter Name	No. of Shares (Equity Shares of amt Rs10 each fully paid)	% of total shares**	% Change during the year (2022-23)
1	Dilip S. Shanghvi	800,000	8.73%	-
2	Unimed Investments Ltd.	470,000	5.12%	-
3	Aditya Medisales Ltd	800,000	8.73%	-
4	Shanghvi Finance Pvt Ltd	6,180,000	67.42%	-

Shares held by promoters at the end of the year 31st March 2022

Sr. No.	Promoter Name	No. of Shares (Equity Shares of amt Rs10 each fully paid)	% of total shares**	% Change during the year (2021-22)
1	Dilip S. Shanghvi	800,000	8.73%	-
2	Unimed Investments Ltd.	470,000	5.13%	-
3	Aditya Medisales Ltd	800,000	8.73%	-
4	Shanghvi Finance Pvt Ltd	6,180,000	67.43%	-



**SUN PETROCHEMICALS PRIVATE LIMITED**

Notes forming part of financial statements for the year ended March 31, 2023

	Capital Reserve	General Reserve	Equity for financial guaranteee by holding Company	Retained Earnings	Debenture Redemption Reserve	Revaluation Reserve	Total
<b>OTHER EQUITY</b>							
Balance as at March 31, 2021	20.44	500.00	72.00	422.94	-	-	1,015.38
Equity for financial guaranteee by Holding Company			90.00				90.00
<b>Additions during the period :</b>							
Total Comprehensive Income				32,405.28		115.03	32,405.28
Balance as at March 31, 2022	20.44	500.00	162.00	32,828.22	-	115.03	33,625.69
Equity for financial guaranteee by Holding Company			159.32				159.32
<b>Changes during the period :</b>							
Total Comprehensive Income				46,203.44	4,750.00	-	46,203.44
Balance as at March 31, 2023	20.44	500.00	321.32	79,031.65	4,750.00	115.03	84,738.45

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**SUN PETROCHEMICALS PRIVATE LIMITED**

**Notes forming part of financial statements for the year ended March 31, 2023**

(₹ in Lakhs)

19A	<b>OTHER EQUITY</b>	<b>As on 31st March 2023</b>	<b>As on 31st March 2022</b>
	(i) Capital Reserve	20.44	20.44
	(ii) General Reserve	500.00	500.00
	(iii) Deemed Equity for financial guarantees by holding company	321.32	162.00
	(iv) Retained Earnings	79,031.65	32,828.22
	(v) Debenture Redemption Reserve	4,750.00	0.00
	(vi) Revaluation reserve	115.03	115.03
	<b>Total</b>	<b>84,738.45</b>	<b>33,625.69</b>
20	<b>LONG TERM BORROWINGS</b>	<b>As on 31st March 2023</b>	<b>As on 31st March 2022</b>
	Unsecured Redeemable Non Convertible Debentures @ 7.50% floating listed rated (Net of issue cost)	47,380.22	-
	<b>Total</b>	<b>47,380.22</b>	<b>-</b>
21	<b>LEASE LIABILITIES</b>	<b>As on 31st March 2023</b>	<b>As on 31st March 2022</b>
	Opening Balance	1,775.30	368.87
	<u>Recognised as per IND AS 116 at the beginning of the year</u>		
	Additions during the year	676.70	1,566.19
	Add: unwinding of interest	265.18	157.03
	Less: Rent expenses during the year	(607.80)	(316.80)
	<b>Total</b>	<b>2,892.76</b>	<b>1,775.30</b>
	<b>Non-current lease liabilities</b>	<b>2,326.98</b>	<b>1,464.39</b>
	<b>Current lease liabilities</b>	<b>565.78</b>	<b>310.91</b>
22	<b>OTHER LONG TERM FINANCIAL LIABILITIES</b>	<b>As on 31st March 2023</b>	<b>As on 31st March 2022</b>
	Trade & other security deposits	2.10	2.10
	Other deposits	9.65	11.77
	<b>Total</b>	<b>11.75</b>	<b>13.87</b>
23	<b>LONG TERM PROVISIONS</b>	<b>As on 31st March 2023</b>	<b>As on 31st March 2022</b>
	Provision for Gratuity	347.35	214.03
	Provision for Leave Encashment	127.27	172.18
	Provision fund Site Restoration Fund	17,633.59	17,633.59
		<b>18,108.20</b>	<b>18,019.80</b>
24	<b>SHORT TERM BORROWINGS</b>	<b>As on 31st March 2023</b>	<b>As on 31st March 2022</b>
	<b>Secured**</b>		
	<b>Loan repayable on demand</b>		
	Working Capital Demand Loan from Kotak Mahindra Bank	-	17,442.95
	Working Capital Demand Loan from Axis Bank	33,000.00	25,000.00
	Bank Overdraft & cash credits	1,029.38	-
	<b>Unsecured</b>		
	<b>Loan repayable on demand (from related parties)</b>	<b>23,768.88</b>	<b>22,656.89</b>
		<b>57,798.26</b>	<b>65,099.85</b>

\*\* The Company has been sanctioned working capital limits from banks during the year secured against first pari-passu charge on all current assets of the Company both present and future and also corporate guarantee of Holding Company.



**SUN PETROCHEMICALS PRIVATE LIMITED**

**Notes forming part of financial statements for the year ended March 31, 2023**

(₹ in Lakhs)

25 TRADE PAYABLES	As on 31st March 2023	As on 31st March 2022
Trade Payables		
Amount due to micro and small enterprises	550.03	369.49
Amount not due to micro and small enterprises	1,976.25	2,000.55
Others	2,668.78	1,151.05
	<b>5,195.05</b>	<b>3,521.09</b>

Note : Steps have been taken to identify the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act 2006.

**Trade Payables ageing schedule: As at 31st March,2023**

Particulars	Less than 1 year/Not Due	1-2 years	2-3 years	More than 3 years
(i) MSME	550.03			-
(ii) Others	4,562.12	68.22	12.85	1.84
(iii) Disputed dues- MSME		-	-	-
(iv) Disputed dues - Others		-	-	-
<b>Total</b>	<b>5,112.15</b>	<b>68.22</b>	<b>12.85</b>	<b>1.84</b>

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

Particulars	Less than 1 year/Not Due	1-2 years	2-3 years	More than 3 years
(i) MSME	369.49			
(ii) Others	2,850.93	241.32	58.63	0.72
(iii) Disputed dues- MSME				
(iv) Disputed dues - Others				
<b>Total</b>	<b>3,220.42</b>	<b>241.32</b>	<b>58.63</b>	<b>0.72</b>

(₹ in Lakhs)

26 OTHER CURRENT FINANCIAL LIABILITIES	As on 31st March 2023	As on 31st March 2022
Deposit from suppliers	59.90	
Interest accrued but not due	1,922.77	-
Other Payables	175.76	-
	-	-
<b>Total</b>	<b>2,158.44</b>	<b>-</b>

27 OTHER CURRENT LIABILITIES	As on 31st March 2023	As on 31st March 2022
Statutory dues	4,348.80	1,430.33
Advance received from customers	36.85	53.60
<b>Tax Liabilities/Provision</b>		
Provision for Tax	-	5,029.29
Less: Advance Tax and TDS receivable (Net)	-	(3,628.32)
	<b>4,385.65</b>	<b>2,884.90</b>

28 SHORT TERM PROVISIONS	As on 31st March 2023	As on 31st March 2022
Provision for Gratuity	239.60	183.12
Provision for Leave Encashment	63.63	68.50
	<b>303.22</b>	<b>251.62</b>





**SUN PETROCHEMICALS PRIVATE LIMITED**
**Notes forming part of financial statements for the year ended March 31, 2023**

(₹ in Lakhs)

29	REVENUE FROM OPERATIONS	Year 2022-23	Year 2021-22
	Sale of Products (Excluding Taxes)	138,001.44	59,194.04
	Less: Government of India's share in Profit Petroleum	6,427.02	2,596.23
	<b>Total</b>	<b>131,574.41</b>	<b>56,597.81</b>

**29.1 DETAILS OF SALES**

Product	Year 2022-23	Year 2021-22
Crude Oil: 1,951.85 MBBL (Previous year 1,065.41 MBBL)	131,863.74	57,483.32
Natural/Associated Natural Gas: 32.35 MMSCM (Previous year 17.76 MMSCM)	6,137.69	1,706.82
Acetylene Carbon Black: Nil (Previous Year 3.84 MT)	-	3.90
<b>Total</b>	<b>138,001.44</b>	<b>59,194.04</b>

**29.2 More than 96% of the revenue is realized from three major customers of the Company**

30	OTHER INCOME	Year 2022-23	Year 2021-22
	(i) Sale of scrap	39.02	56.73
	(ii) Interest income	1,748.25	995.04
	(iii) Profit on sale of investments	311.46	37.75
	(v) Sundry balances written back	4.63	146.44
	(vi) Miscellaneous income	4.41	21.02
	(vii) Net gain/ (loss) on foreign currency transactions	-	643.18
	(viii) Finance income on unwinding of financial assets	5.57	-
	<b>Total</b>	<b>2,113.33</b>	<b>1,900.16</b>

31	CHANGES IN INVENTORIES OF FINISHED GOODS	Year 2022-23	Year 2021-22
	Inventories at the end of the year:	1,538.52	39.14
	Inventories at the beginning of the year:	39.14	69.39
	<b>Total</b>	<b>(1,499.38)</b>	<b>30.25</b>

32	ROYALTY, CESS AND LICENCE FEES	Year 2022-23	Year 2021-22
	(i) Royalties	15,206.36	5,662.41
	(ii) Cess	1,252.23	752.62
	(iii) Licence fees	26.22	7.85
	<b>Total</b>	<b>16,484.80</b>	<b>6,422.88</b>

33	OPERATIVE EXPENSES	Year 2022-23	Year 2021-22
	(i) Other Manufacturing expenses	2,722.04	2,006.68
	(ii) Power & fuel	369.57	179.48
	(iii) Repairs & Maintenance -Building	160.87	85.09
	(iv) Repairs & Maintenance -Plant & Machinery	935.06	123.65
	(iv) Transportation & freight expenses	105.96	147.30
	(v) Repairs & Maintenance -Others	714.60	116.19
	(vi) Consumption of spares, chemicals and others	853.95	482.85
	<b>Total</b>	<b>5,862.06</b>	<b>3,141.26</b>



**SUN PETROCHEMICALS PRIVATE LIMITED**

Notes forming part of financial statements for the year ended March 31, 2023

(₹ in Lakhs)

34	EMPLOYEE COST	Year 2022-23	Year 2021-22
	Salaries and wages	6,465.46	4,430.59
	Contribution to provident and other funds	207.99	163.56
	Other Employee Benefits	743.17	496.25
	<b>Total</b>	<b>7,416.62</b>	<b>5,090.39</b>

35	FINANCE COST	Year 2022-23	Year 2021-22
	Interest	5,041.22	2,117.54
	Bank guarantee fee	672.04	4.50
	Bank charges	4.50	1.93
	Interest on unwinding lease liability	187.82	147.62
	<b>Total</b>	<b>5,905.58</b>	<b>2,271.58</b>

36	OTHER EXPENSES	Year 2022-23	Year 2021-22
	(i) Rent	116.58	9.81
	(ii) Rates & Taxes	53.57	54.82
	(iii) Insurance expenses	266.87	152.16
	(ix) Donation	6,571.51	1,436.29
	(v) Printing & Stationery	16.09	5.77
	(vi) Travelling and conveyance	732.43	318.44
	(vii) Communication	27.46	10.57
	(viii) Professional & Consultancy	1,270.59	462.07
	(x) Auditor's remuneration	2.56	1.50
	(xiii) Digitalisation, IT & Infra Serv.Chgs	415.19	324.72
	(xiv) Net loss / gain on exchange fluctuation	1,672.91	-
	(xv) CSR expenses	200.00	0.18
	(xvi) Share of loss from partnership firms	0.17	-
	(xvi) Miscellaneous expenses	668.62	226.04
	<b>Total</b>	<b>12,014.55</b>	<b>3,002.36</b>



## SUN PETROCHEMICALS PRIVATE LIMITED

### Notes forming part of financial statements for the year ended March 31, 2023

37 **Exceptional Item**

The Company has provided Nil value (previous year Nil) against impairment shown as impairment of assets

38 **CONTINGENT LIABILITIES AND COMMITMENTS**

(₹ in Lakhs)

a. Contingent liabilities

	As at 31.03.2023	As at 31.03.2022
Income tax , service tax , & GST	Nil	Nil
<b>b. Capital Commitments</b>	36,195.31	1,631.18
<b>c. Bank Guarantee (includes bank guarantees aggregating INR 1,40,436 Lacs (Previous year: Nil) for blocks awarded under OALP VI and VII and DSF III rounds)</b>	150,251.25	1,269.12

39 **EARNING PER SHARE**

	For the year ended 31.03.2023	For the year ended 31.03.2022
Net Profit after tax as per Statement of Profit and Loss attributable to Equity Shareholders	51,010.40	32,471.09
Weighted Average No. of Equity Shares	9,167,000	9,167,000
Earning per Share (Basic & Diluted) per share	556.46	354.22
Face Value per Equity Share	10	10

40 The company has requested its creditors to confirm the applicability to them under the Micro Small and Medium Enterprises Development Act, 2006. Based on the responses received by the Company, the details of dues to macro enterprises and small enterprises are as under:

Particulars	2022-23	2021-22
i. The principal amount and the interest due thereon (to be shown separately remaining unpaid to any supplier as at the end of accounting year.(principal outstanding)	550.03	369.49
ii. The amount of interest paid by the buyer in terms of section 16 of the Micro Small and Medium Enterprises Development act, 2006, along with the amounts of the payment made to the supplier beyond the appointed day during accounting year.	-	-
iii. The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding the interest specified under Micro Small and Medium Enterprises Development Act, 2006.	-	-
iv. The amount of interest accrued and remaining unpaid at the end of accounting year.	-	-
v. The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises for the purpose of disallowance as a deductible expenditure under section 23 of the Micro small and Medium enterprises Development act, 2006.	-	-

Note: The information as required to be disclosed under Micro, Small & Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.



**SUN PETROCHEMICALS PRIVATE LIMITED**

Notes forming part of financial statements for the year ended March 31, 2023

**41 FAIR VALUE MEASUREMENT**

Financial Instrument by category and hierarchy

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

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

1. Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short term maturities of these instruments.
2. Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

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

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

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

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.  
 Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.  
 Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

(₹ in Lakhs)

Financial Assets and Liabilities as at March 31, 2023	Fair value through Profit and Loss			Fair value through OCI				At amortised cost	Total Amount
	Non Current	Current	Total	Level 1	Level 2	Level 3	Total	Total	
<b>Financial Assets</b>									
Deposit under restoration fund	19,925.38	-	19,925.38					19,925.38	19,925.38
Other Non Current Financial Assets	628.87	-	628.87					628.87	628.87
<b>Other assets</b>									
Cash and cash equivalents	-	1,824.23	1,824.23					1,824.23	1,824.23
Trade receivables	-	24,804.20	24,804.20					24,804.20	24,804.20
Other balances with bank	-	1,361.87	1,361.87					1,361.87	1,361.87
Loans	-	61.50	61.50					61.50	61.50
Other Current Financial Assets	-	23.67	23.67					23.67	23.67
<b>Total</b>	<b>20,554.25</b>	<b>28,075.47</b>	<b>48,629.71</b>					<b>48,629.71</b>	<b>48,629.71</b>
<b>Financial Liabilities</b>									
Borrowings									
- Non-current	47,380.22	-	47,380.22					47,380.22	47,380.22
- Current	-	57,798.26	57,798.26					57,798.26	57,798.26
Trade Payables	-	5,195.05	5,195.05					5,195.05	5,195.05
Lease liabilities	2,326.98	565.78	2,892.76					2,892.76	2,892.76
Other Financial Liabilities	11.75	2,158.44	2,170.19					2,170.19	2,170.19
<b>Total</b>	<b>49,718.96</b>	<b>65,717.53</b>	<b>115,436.49</b>					<b>115,436.49</b>	<b>115,436.49</b>

Financial Assets and Liabilities as at March 31, 2022	Fair value through Profit and Loss			Fair value through OCI				At amortised cost	Total Amount
	Non Current	Current	Total	Level 1	Level 2	Level 3	Total	Total	
<b>Financial Assets</b>									
Deposit under restoration fund	18,581.77	-	18,581.77					18,581.77	18,581.77
Other Non Current Financial Assets	355.34	-	355.34					355.34	355.34
<b>Other assets</b>									
Cash and cash equivalents	-	799.87	799.87					799.87	799.87
Trade receivables	-	4,530.37	4,530.37					4,530.37	4,530.37
Other balances with bank	-	1.25	1.25					1.25	1.25
Loans	-	35,075.05	35,075.05					35,075.05	35,075.05
Interest accrued on margin money	-	324.36	324.36					324.36	324.36
<b>Total</b>	<b>18,937.11</b>	<b>40,730.90</b>	<b>59,668.00</b>					<b>59,668.00</b>	<b>59,668.00</b>
<b>Financial Liabilities</b>									
Borrowings									
- Non-current	-	-	-					-	-
- Current	-	65,099.85	65,099.85					65,099.85	65,099.85
Trade Payables	-	3,521.09	3,521.09					3,521.09	3,521.09
Lease liabilities	1,464.39	310.91	1,775.30					1,775.30	1,775.30
Other Financial Liabilities	13.87	-	13.87					13.87	13.87
<b>Total</b>	<b>1,478.26</b>	<b>68,931.85</b>	<b>70,410.11</b>					<b>70,410.11</b>	<b>70,410.11</b>



## SUN PETROCHEMICALS PRIVATE LIMITED

### Notes forming part of financial statements for the year ended March 31, 2023

#### 42 Financial Risk Management

The Company's activities expose it to a variety of financial risks, including market risk, credit risk and liquidity risk. The Company's risk management assessment and policies and processes are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls, and to monitor such risks and compliance with the same. Risk assessment and management policies and processes are reviewed regularly to reflect changes in market conditions and the Company's activities.

#### Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers, loans and investments. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of counterparty to which the Company grants credit terms in the normal course of business.

#### Trade receivables

The Company has trade receivables, mostly from Govt debtors, with whom credit risk is minimal. The Company has used expected credit loss (ECL) model for assessing the impairment loss. For the purpose, the Company uses a provision matrix to compute the expected credit loss amount. The provision matrix takes into account external and internal risk factors and historical data of credit losses from various customers.

Particulars	(₹ in lakhs)	
	As on 31st March 2023	As on 31st March 2022
Financial assets for which loss allowances is measured using the expected credit loss		
Trade receivables		
less than 180 days	24,804.20	4,530.37
180 - 365 days	-	-
beyond 365 days	-	-
<b>Total</b>	<b>24,804.20</b>	<b>4,530.37</b>

Financial Assets are considered to be of good quality and there is no significant increase in credit risk.

#### Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risk to the Company's reputation.

The table below provides details regarding the contractual maturities of significant financial liabilities :

Particulars	(₹ in lakhs)	
	Less than 1 year	Greater than 1 year
<b>As at March 31, 2023</b>		
Borrowings	57,798.26	47,380.22
Trade and other payables	5,112.15	82.91
Lease liabilities	565.78	2,326.98
Other liabilities	6,544.09	11.75
	<b>70,020.27</b>	<b>49,801.86</b>
<b>As at March 31, 2022</b>		
Borrowings	65,099.85	-
Trade and other payables	3,220.42	300.67
Lease liabilities	310.91	1,464.39
Other liabilities	2,884.90	13.87
	<b>71,516.07</b>	<b>1,778.92</b>



**SUN PETROCHEMICALS PRIVATE LIMITED**

Notes forming part of financial statements for the year ended March 31, 2023

**Market Risk****Exposure to interest rate risk**

(₹ in lakhs)

Particulars	As on 31st March 2023	As on 31st March 2022
Total Borrowings	105,178.48	65,099.85
% of Borrowings out of above bearing variable rate of interest	-	-

**Sensitivity (impact of change in interest rates)**

A change of 50 bps in interest rates would have following  
Impact on profit before tax

(₹ in lakhs)

Particulars	As on 31st March 2023	As on 31st March 2022
50 bp increase would decrease the profit before tax by	-	-
50 bp decrease would Increase the profit before tax by	-	-

The Company's interest bearing financial assets are primarily fixed in nature. Hence, the Company is not significantly exposed to interest rate risk.

**43 Capital Risk Management**

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

The Company monitors capital on the basis of the carrying amount of debt less cash and cash equivalents as presented on the face of the financial statements.

The Company's objective for capital management is to maintain an optimum overall financial structure.

(₹ in lakhs )

Debt equity ratio	As on 31st March 2023	As on 31st March 2022
Debt (includes non-current, current borrowings)	105,178.48	65,099.85
Less: Cash and cash equivalents	3,186.10	801.12
Less: Other balances with bank	-	-
Net debt	101,992.38	64,298.73
Total equity	85,655.15	34,542.39
Net debt to total equity ratio	1.19	1.86



**SUN PETROCHEMICALS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2023**

**44 Disclosure pursuant to Indian Accounting Standard (Ind AS) 19 "Employee Benefits"**

**A) Defined Benefit Plans**

The entity has a defined benefit gratuity plan (funded). The Company's plan assets in respect of Gratuity are funded through the Group Scheme of the LIC Of India, contributions are made to LIC 's recognised Group Gratuity Fund Scheme based on amount demanded by LIC of India.

As per Indian Accounting Standard - 19 on Employee Benefits, Employee benefits obligations are actuarially determined using the "Projected Unit Credit Method". Gains and (losses) on changes on actuarial assumptions are accounted under "Other Comprehensive Income".

Particulars	As at March 31, 2023	As at March 31, 2022
<b>I Changes in projected benefit obligations</b>		
Present value of obligation as at the beginning of the year	455.07	294.73
Interest cost	33.17	20.34
Current service cost	90.89	52.07
Benefit Paid from the fund		
Components of actuarial gain/losses on obligations		
Due to change in financial assumptions	(11.63)	(16.48)
Due to change in demographic assumption	0.00	0.00
Due to experience adjustments	87.52	104.41
<b>Present value of obligation as at the end of the year</b>	<b>655.03</b>	<b>455.07</b>
<b>II Change in Fair Value of Plan Assets</b>		
Fair value of plan assets at the beginning of the year	63.67	57.92
Interest Income	4.64	4.00
Contributions by employer (Benefit Paid from the Fund)		2.77
Return on plan assets excluding interest income	(0.23)	(1.00)
<b>Fair value of plan assets at the end of the year</b>	<b>68.09</b>	<b>63.67</b>
<b>III Net employee benefit expenses for the year</b>		
Current service cost	90.89	52.07
Net interest cost	28.53	16.34
<b>Net employee benefit expenses for the year</b>	<b>119.42</b>	<b>68.41</b>
<b>Other Comprehensive Income for the current period</b>		
Actuarial (Gains)/Losses on Obligation For the Period	75.90	87.93
Return on plan assets excluding amounts included in interest income	0.23	1.00
<b>Other Comprehensive Income for the current period</b>	<b>76.13</b>	<b>88.94</b>

**IV Category of fair value of plan asset**

Policy of insurance	100%	100%
---------------------	------	------

**V Assumptions**

With the objective of presenting the plan assets and plan liabilities of the defined benefits plans and post retirement medical benefits at their fair value on the balance sheet, assumptions under Ind AS 19 are set by reference to market conditions at the valuation date.

**The significant actuarial assumptions were as follows:**

**i) Financial Assumptions:**

Expected Return on Plan Assets	7.49%	7.29%
Rate of Discounting	7.49%	7.29%
Rate of Salary Increase	7.00%	7.00%
Rate of Employee Turnover	3.00%	3.00%

**ii) Demographic Assumptions:**

Published rates under the Indian Assured Lives Mortality (2012-14) Urban



#### VI Sensitivity Analysis

Impact on defined benefit obligation due to change in assumptions

##### Discount rate Sensitivity

Increase by 1%	(53)	(38)
Decrease by 1%	62	45

##### Salary growth rate Sensitivity

Increase by 1%	62	44
Decrease by 1%	(53)	(38)

##### Employee Turnover rate (W.R.) Sensitivity

Increase by 1%	(2)	(2)
Decrease by 1%	2	2

The sensitivity analysis have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant.

The sensitivity analysis presented above may not be representative of the actual change in the projected benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the projected benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same method as applied in calculating the projected benefit obligation as recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from prior years.

#### VII Maturity profile of defined benefit obligation is as follows:

Within the next 12 months	58	10
Later than 1 year and not later than 5 years	155	141
Later than 5 year	139	72

#### VIII Risk Exposure

Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below :

**Interest rate risk:** A fall in the discount rate which is linked to the G.Sec. Rate will increase the present value of the liability requiring higher provision. A fall in the discount rate generally increases the mark to market value of the assets depending on the duration of asset.

**Salary Risk:** The present value of the defined benefit plan liability is calculated by reference to the future salaries of members. As such, an increase in the salary of the members more than assumed level will increase the plan's liability.

**Investment Risk:** The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. If the return on plan asset is below this rate, it will create a plan deficit. Currently, for the plan in India, it has a relatively balanced mix of investments in government securities, and other debt instruments.

**Asset Liability Matching Risk:** The plan faces the ALM risk as to the matching cash flow. Since the plan is invested in lines of Rule 101 of Income Tax Rules, 1962, this generally reduces ALM risk.

**Mortality risk:** Since the benefits under the plan is not payable for life time and payable till retirement age only, plan does not have any longevity risk.

**Concentration Risk:** Plan is having a concentration risk as all the assets are invested with the insurance company and a default will wipe out all the assets. Although probability of this is very less as insurance companies have to follow regulatory guidelines.

#### B) Details of Defined Contribution Plan

The Company makes contributions to Recognised Provident fund / Government Provident Fund , family pension fund and other statutory funds.

#### C) Compensated absences

Actuarial valuation for compensated absences is based on Company's defined Leave policies.





**SUN PETROCHEMICALS PRIVATE LIMITED**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST**  
**MARCH, 2023**

**45 RELATED PARTY TRANSACTIONS as per Ind AS 24 Related Party Transactions.**

**a) List of Related Parties and Relationships**

**i) Holding Company:**

Shanghvi Finance Private Limited

**ii) Enterprises having significant influence**

Sun Pharmaceutical Industries Ltd.

**iii) Key Managerial Personnel ("KMP")**

Mr. Dilip S. Shanghvi	Managing Director
Mrs. Karishma Aalok Shanghvi	Whole time Director
Mrs. Vibha D. Shanghvi	Director
Ms. Vidhi Shanghvi	Director
Mr. Sudhir V. Valia	Director
Mr. Jimmi Desai	Director
Mr. Jayesh Shanghvi	Independent Director
Mr. Harin Mehta	Independent Director
Mr. Hitesh Sheth	Independent Director
Mr. Shallesh Desai	Independent Director
Mr. Vishal Mehta	Chief Financial Officer
Mr. Tushar Powar	Company Secretary & Compliance Officer

**iv) Other Related Party**

Shantilal Shanghvi Foundation

**b) Details of transactions with KMP and related parties referred to above**

Nature of Transactions	Transaction amount (in INR Lakhs)	
	2022-23	2021-22
<b>Key Managerial Personnel</b> Compensation (including Perquisite)	5,244.71	4,216.37
<b>Krutika Desai</b> Fees for Interior designing	2.85	-
<b>Sun Pharmaceutical Industries Ltd.</b> Rent paid for Office space	190.28	177.00
<b>Airamatrix Private Limited</b> Rent paid for Office space	98.94	92.04
Charges of Document Storage, Housekeeping etc.	68.50	63.72
Charges of Digitalisation	537.03	499.56
<b>Asawari Petro Services LLP</b> Rent	126.72	120.68
<b>Asawari Property Private Limited</b> Rent	103.84	-
<b>PV Power Technologies Private Limited</b> Purchase of Solar Power Plant	5.84	391.20
<b>Mr. Dilip S. Shanghvi</b> Loans Received	15,000.00	-
Loans Repayment	4,500.00	-
<b>Shantilal Shanghvi Foundation</b> CSR & Donation for Healthcare & Educational Programs	5,800.00	900.00
<b>Shanghvi Finance Private Limited</b> Interest Expenses	650.97	439.27
Loans Received	149,955.00	61,130.00
Loans Repayment	159,205.00	56,202.49

**c). Amount due to/from related parties**

Nature of Transactions	Transaction amount (in INR Lakhs)	
	As at 31st March 2023	As at 31st March 2022
<b>Shanghvi Finance Limited</b> Outstanding Balance Payable	13,268.88	22,656.89
<b>Mr. Dilip Shanghvi</b> Outstanding Balance Payable	10,500.00	-
<b>Asawari Petro Services LLP</b> Outstanding Balance Payable	0.11	13.11



**SUN PETROCHEMICALS PRIVATE LIMITED**

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2023**

**46 Corporate social responsibility (CSR) (₹ in Lakhs)**

Sr. No.	Particulars	2022-23
1	Amount required to be spent by the company during the year	199.49
2	Amount of expenditure incurred	200.00
3	Shortfall at the end of the year	0.00
4	Total of previous years shortfall / (excess)	(0.00)

**Notes**

- a Reason for shortfall, if any N.A
- b Nature of CSR activities Paid donation to Shantilal Shanghvi Foundation (Other related party) for providing healthcare facilities

47 The Balances of Trumpcard Advisors and Finvest LLP and Generic Solar Power LLP for the year ended 31st March 2023 is taken in the annexed financial statements on the basis of their provisional financial statements.

Share of Loss from Partnership Firms Trumpcard Advisors & Finvest LLP and Generic Solar Power LLP for the year ended 31.03.2023 and 31.03.2022 aggregated Rs.73.26 lacs and Rs. 32.42 lacs respectively.

48 The company has made provision for Income Tax as per MAT considering the deductions available under the Income Tax Act, 1961.



SUN PETROCHEMICALS PRIVATE LIMITED

49 Ratio Analysis

Ratio	Numerator	Year 2022-23		Year 2021-22		Denominator	Year 2022-23		Year 2021-22	
		Rs in lakhs	Rs in lakhs	Rs in lakhs	Rs in lakhs		Rs in lakhs	Rs in lakhs	Ratio	Ratio
1 Current Ratio	Current Assets	34,939	45,365	70,406	72,068	Current Liabilities	70,406	0.50	0.63	
2 Debt Equity Ratio	Total Liabilities	105,178	65,100	85,655	34,542	Shareholder's Equity	85,655	1.23	1.88	
3 Debt Service Coverage Ratio	Net Operating Income	88,711	40,811	63,704	67,371	Debt Service	63,704	1.39	0.61	
4 Return on Equity Ratio	Profit for the period	51,010	32,471	917	917	Avg. Shareholders Equity	917	5564.57%	3542.17%	
5 Inventory Turnover Ratio	Turnover	138,001	59,194	789	55	Average Inventory	789	175	1,080	
6 Trade Receivables Turnover Ratio	Turnover	138,001.44	59,194.04	14,667	4,519	Average Trade Receivables	14,667	39	28	
7 Trade Payables Turnover Ratio	Total Purchases	48,188.03	12,472.78	4,358	3,616	Average Trade Payables	4,358	33	106	
8 Net Working Capital Turnover Ratio	Net Sales	138,001	59,194	(35,467)	(26,703)	Average Working Capital	(35,467)	-4	-2	
9 Net Profit Ratio	Net Profit after Tax	51,010.40	32,471.10	138,001	59,194	Net Sales	138,001	36.96%	54.86%	
10 Return on Capital employed	EBIT	59,654.82	30,085.13	153,482	54,040	Capital Employed	153,482	38.87%	55.67%	

Note : The formulas are as per Guidance Note on Division I – Non Ind AS Schedule III to the Companies Act, 2013.

50 Previous year's figures have been regrouped/reclassified, wherever necessary, to confirm to current year's Grouping

