



ANNUAL REPORT

2019-20

SUDIVA SPINNERS PRIVATE LIMITED



Passion for Growth with Quality



Shri J C Laddha, Chairman & Shri Varun Laddha, Managing Director receiving Rajasthan Export award 2019 from Hon'ble Chief Minister of Rajasthan Shri Ashok Ghelot

Financial Highlights

(Rs. In Crore)

	2008-09	2009-10	2010-11	2011-12	2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20
Turnover	19.65	26.90	56.96	86.26	92.06	97.26	87.37	136.81	242.85	286.57	419.61	518.18
Domestic	11.40	3.75	39.84	37.36	40.28	66.23	63.68	116.94	174.17	174.57	212.55	325.32
Exports	8.25	23.15	17.12	48.90	51.77	31.03	23.69	19.87	68.67	112.00	207.06	192.86
PBIDT	1.86	2.99	9.28	8.97	13.15	14.76	15.83	22.49	34.44	36.62	52.88	55.22
PBDT	0.27	1.49	5.95	3.89	6.38	10.08	12.74	16.35	25.48	27.04	40.65	29.77
PBT	-0.85	0.23	1.32	0.13	2.03	5.70	5.03	7.29	9.24	13.08	24.68	1.15
PAT	-0.85	0.20	0.86	0.05	1.36	4.13	3.89	9.13	9.69	9.86	17.09	2.08
EPS Rs	0.00	0.24	0.91	0.05	1.35	4.09	3.83	6.90	7.03	7.00	10.45	1.26
Gross Fixed Assets	24.07	28.71	37.99	47.96	49.25	50.30	60.70	160.37	175.65	196.92	391.01	402.73
Net Fixed Assets	22.88	26.27	30.94	37.16	34.28	30.96	33.63	124.24	123.42	130.97	309.46	293.00
Equity Share Capital	7.70	8.37	9.46	9.98	10.11	10.11	11.21	13.79	13.79	15.14	16.5	16.5
Reserves and Surplus	-0.92	-0.05	1.90	2.46	3.95	8.08	13.05	24.39	34.09	47.61	68.35	70.43
Net Worth	6.74	8.28	11.33	12.43	14.05	18.18	24.26	38.18	47.85	62.69	84.82	86.91



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BOARD OF DIRECTORS

SHRI J.C. LADDHA	<i>Chairman</i>
SHRI VARUN LADDHA	<i>Managing Director</i>
SMT. SUNITA LADDHA	<i>Director</i>
SMT. TANISHA LADDHA	<i>Director</i>

BANKERS

Bank of Baroda
 State Bank of India
 Punjab National Bank
 Syndicate Bank
 Export Import Bank of India
 Union Bank of India
 United Bank of India
 HDFC Bank

COMPANY SECRETARY

Shri Yogesh K. Singhal

STATUTORY AUDITORS

M/S. SSMS & Associates
 (Chartered Accountants)
 16, Basement, Heera Panna Market
 Bhilwara 311 001

COST AUDITORS

M/S. N. D. Birla & Co.
 (Cost Accountant)
 Ahmedabad

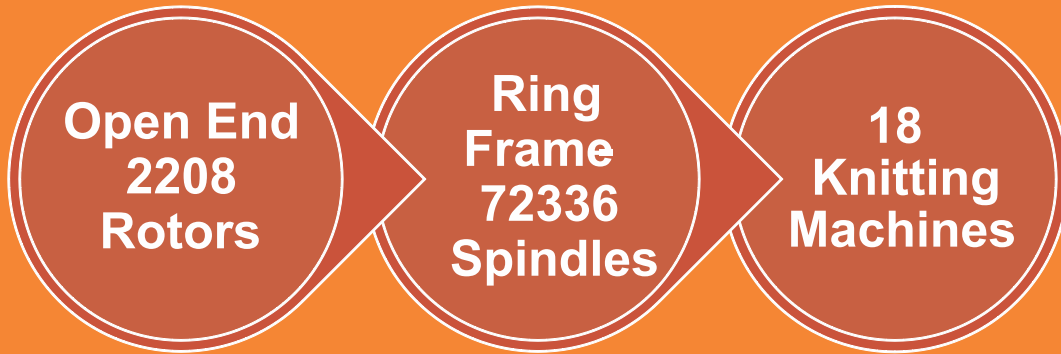
INTERNAL AUDITORS

M/s. A. L. Chechani & Co.
 (Chartered Accountants)
 Bhilwara

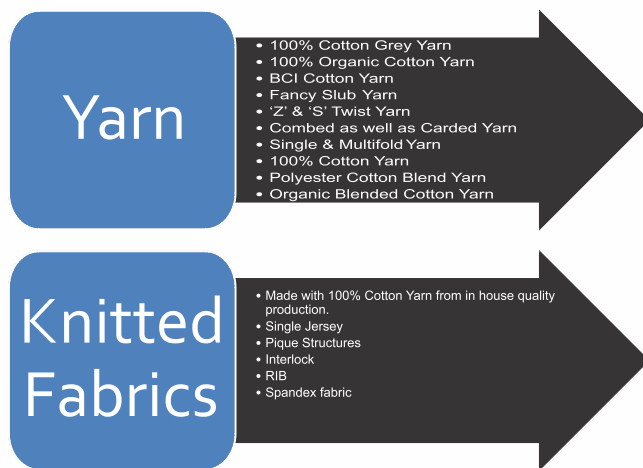
WORKS & REGISTERED OFFICE

91 KM Stone, NH-79, Village - Dhunwalia
 Post - Sareri, Dist. - Bhilwara - 311024
 Tele. : 01483-236888, 236516, 070739-89990
 94138 56601 (PBX)
 Telefax : 0091-01483-236988
 Email : info@sudivaindia.com
 Website : sudivaindia.com

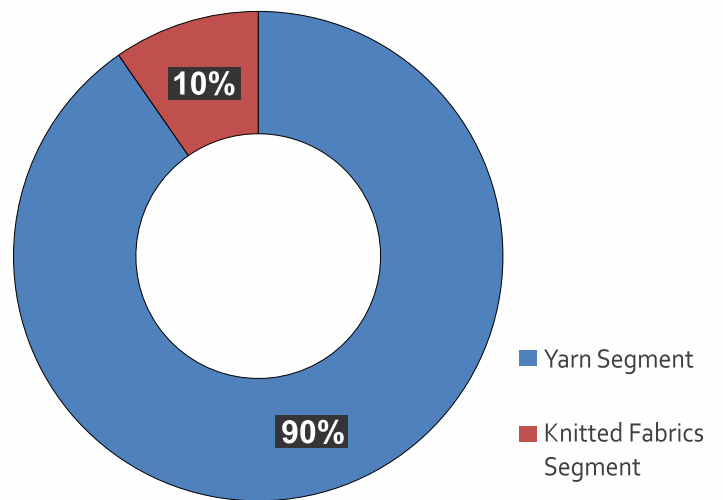
Manufacturing Capacity



Segment wise Bifurcation



Segment wise Contribution



Accreditation



Visit & Award



Shri J C Laddha, Chairman & Shri Varun Laddha, Managing Director visit to Murata Head-Quarter Japan



Shri Yogesh Singhal, Senior Manager & CS receiving Manufacturing award for Large Enterprises 2020 category from Udaipur Chamber of Commerce

Valuable Guests & Bankers



Shri Jayesh Mehta, General Manager Bank of Baroda along with his team



Shri P Ram, Dy. Zonal Manager Syndicate Bank



Shri Vinod K. Singla Dy. General Manager SBI



Shri P S Shrimali of Pinak Texport Pvt Ltd

DIRECTORS' REPORT

To,
The Members of
Sudiva Spinners Pvt Ltd

Your Directors have pleasure in presenting the Thirteenth Directors' Report of your Company together with the Audited Financial Statements and the Auditors' Report of your company for the financial year ended, 31st March, 2020.

FINANCIAL HIGHLIGHTS

(Rs. in Lacs)

Particulars	Current Year (31.03.2020)	Previous Year (31.03.2019)
Revenue from Operations (Net)	51818.32	41960.52
Other Income	163.96	102.63
Total Income	51982.28	42063.15
Profit/(Loss) before Depreciation & Tax	2976.58	4064.73
Less: Depreciation	2861.70	1596.67
Profit Before Tax	114.89	2468.06
Less: Tax		
Current Tax	2.92	531.84
MAT Credit Entitlement	(2.92)	(531.84)
Deferred Tax	(92.92)	759.43
Previous year Tax	-	-
Profit/(Loss) after Tax	207.81	1708.63
Earnings per share (Rs.) :		
Basic	1.26	10.45
Diluted	1.26	10.45

OPERATIONAL PERFORMANCE

During the year under review the Company has sold 27131.02 MT (Previous year 21708.89 MT) yarn and

knitted fabric in Export and Domestic Market. Out of this, cotton yarn quantity is 22784.51 MT (Previous year 17699.73 MT); PC yarn quantity is 2147.52 MT (Previous Year 2363.60 MT) and Knitted fabric is 2198.99 MT (Previous Year 1645.56 MT). The Company has export during the year 10107.14 MT (Previous year 10718.67 MT).

STATE OF COMPANY'S AFFAIRS / FINANCIAL PERFORMANCE

During the year under review, the Net Revenue of the Company was Rs.51982.28 Lacs against Rs. 42063.15 Lacs in the previous year. The Company has earned a Profit after tax of Rs.207.81 Lacs compared to Rs. 1708.63 Lacs in the previous year. During the year there had been two major events which has impacted the performance of the company in revenue as well as the profitability adversely. One relates to trade war between USA and China which has created instability in raw material price in 2nd & 3rd quarters of the Financial Year. Secondly there had been Covid-19 pandemic which has impacted the operations of the company in the last month of FY 2019-20 including lockdown of all manufacturing and economic activities which has adversely affected the performance of 4th quarter.

INDUSTRIES SCENARIO & COVID-19

The outbreak of COVID-19 has had significant impact on the operation of company. The nationwide lockdown ordered by the Government of India has resulted in significant reduction in business operations of the company. The plant operations of the company were under complete shutdown from 22nd March, 2020 to 20th April, 2020. Management has considered the possible effects that may results from the pandemic on the recoverability/ carrying value of its assets including receivables and inventories. In such assessment, the company has considered internal and external information upto the date of approval of financial statements including economic forecasts. Based on the current indicators of future economic conditions, the management expects to recover the carrying amount of the assets. However, the management will continue to closely monitor any material changes to future economic conditions. Given the uncertainties, the impact of the

global health pandemic may be different from that estimated as at the date of approval of these financial statements and the company will continue to closely monitor any material changes to future economic conditions.

Although there are uncertainties due to Covid-19 pandemic and reversal of the positive momentum gained in the last quarter of FY 2020, all efforts will be made in optimizing the cost of production and productivity level in order to have survival during the current Financial Year 2020-21.

TRANSFER TO RESERVES IN TERMS OF SECTION 134 (3) (J) OF THE COMPANIES ACT, 2013

For the financial year ended 31st March, 2020, the Company does not propose to carry any amount to General Reserve Account.

CAPITAL STRUCTURE

Your company's issued, subscribed and fully paid up share capital is Rs. 1650 Lacs (Face value of Rs.10/- Equity Share). During the year under review, there is no change in share capital of your company.

DIVIDEND

To conserve the resources for any future requirement, your Directors do not recommend any dividend for the year ended 31st March, 2020.

KEY MANAGERIAL PERSONNEL

Details of Key managerial Person are as under:

Sr. No.	Name of Director	Designation	Date of Appointment
1	J. C. Laddha	Chairman	15.01.2007
2	Varun Laddha	Managing Director	15.01.2007
3	Sunita Laddha	Director	30.09.2009
4	Tanisha Laddha	Director	30.09.2009
5	Yogesh Kumar Singhal	Company Secretary	01.06.2016

DETAILS OF SUBSIDIARY / JOINT VENTURES / ASSOCIATE COMPANIES

As on March 31, 2020, the Company does not have any subsidiary/joint venture/associate companies.

CHANGE IN THE NATURE OF BUSINESS

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

ANNUAL RETURN

The Extract of Annual Return as required under section 92(3) of the Companies Act, 2013 in Form MGT-9 is annexed herewith for your kind perusal and information. (Annexure: I)

PARTICULARS OF EMPLOYEES AND REMUNERATION

During the year under review, the Company is not having for whole year/ Part of the year, any employee who is getting remuneration as per limit prescribed in Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

MEETINGS OF THE BOARD OF DIRECTORS

During the year 2019-20, the Board of Directors met 9 times.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(3)(c) and 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year ended 31.03.2020 and of the profit of the company for the year ended on that date;
- The directors had 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 and other irregularities;
- The directors had prepared the annual accounts on a going concern basis; and
- The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

INDEPENDENT DIRECTORS

The Board of Directors of the Company hereby

confirms that the company is not required to appoint the Independent directors under section 149(6) of the Companies Act, 2013 read with Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014.

STATUTORY AUDITOR AND AUDITORS' REPORT

M/s SSMS & Associates, Chartered Accountants, Bhilwara (FRN 019351C) were appointed statutory auditors for five years at the 11th AGM of company held on 29th September, 2018. Accordingly, they shall continue to be statutory Auditors for the F.Y. 2020-21.

There is no qualifications or adverse remarks in the Auditors' Report which require any clarification/explanation. The Notes on financial statements are self-explanatory, and needs no further explanation.

COST AUDITOR

Pursuant to Section 148 of the Companies Act, 2013 read with The Companies (Cost Records and Audit) Rules, 2014 and Notification issued by Ministry of Corporate Affairs, dated 31.12.2014, M/S N.D Birla & Co. Cost Accountant, Ahmedabad (FRN 000028) was appointed as cost auditor for financial Year 2019-20.

The cost audit report for the financial year 2018-19 has been filed with the Ministry of Corporate Affairs. Further, M/S N.D. Birla & Co, also Recommended to Re-appoint as Cost Auditors for the FY 2020-21.

AUDIT COMMITTEE

The Board of Directors of the company hereby confirms that the company is not required to constitute Audit Committee in accordance with the provisions of section 177 of the Companies Act, 2013.

SECRETARIAL AUDITOR AND SECRETARIAL AUDIT REPORT

The Board of Directors of the company hereby confirms that the company is not required to get Secretarial Audit conducted as per the provisions of section 204 of the Companies Act, 2013.

AWARDS & RECOGNITIONS

Your company has been conferred with the following awards and recognitions during the year under review:

1. **Rajasthan State Export Award-2019** for

highest growth in the category of textiles during the year 2018-19.

2. **UCCI Excellence Award 2020** by Udaipur Chamber of Commerce and Industry under Large Enterprise Manufacturing Category.
3. **Status of Two Star Export House** was accorded to your company for period 29.07.2019 to 24.07.2024.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

During F.Y. 2019-20, Company had spent Rs. 33.25 Lacs on CSR Activities, details of major work under CSR is as below:

Particulars	Amounts (in Lacs)
Promotion of Agriculture Activity (CDRA)	0.50
Promotion of Education by Way of Arrangement of Faculty in Govt. School in Nearby Vicinity.	0.17
Construction Work in Govt. School in Nearby Vicinity	2.72
Contribution to Trust for Promotion of Education	22.50
Contribution to Trust for construction of community hall for poor	5.00
Contribution to Trust for Animal Welfare	2.00
Contribution to Trust for Drinking Water	0.21
Contribution for Promotion of Sports	0.15

The Company is continuously trying to explore new suitable projects for further spending.

NOMINATION AND REMUNERATION COMMITTEE

The Board of Directors of the Company hereby confirms that the Company is not required to constitute Nomination and Remuneration Committee as per the provisions of section 178 (1) of the Companies Act, 2013 read with Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 hence other acts incidental or ancillary thereto are also not applicable on the Company.

VIGIL MECHANISM

Your Directors inform the members that company has a whistle Blower policy and has established the necessary vigil mechanism for directors and employees as per the requirement of the Companies Act. Policy adopted by the company contains a framework whereby the identity of the complainant is not disclosed.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered during the financial year, were in the ordinary course of business and on an arm's length basis. There were no materially significant related party transactions entered into by the Company with Promoters, Directors, Key Managerial Personnel or other persons which may have a potential conflict with the interest of the Company.

Since all related party transactions entered into by the Company were in the ordinary course of business and were on an arm's length basis, Form AOC - 2 is not applicable to the Company.

CONSERVATION OF ENERGY

Your company have managed the power requirement through Discom (AVVNL) and purchase of power through Energy Exchange. In order to control the power cost, your company has installed roof top Solar power plant of 1.74 MW. To reduce power cost further, Solar Power plant of 6.50 MW is under implementation on Roof top of new plant and vacant land available with your company under OPEX Model. We have already started getting production from 4.50 MW under OPEX Model. Remaining portion will be completed very soon.

The information required to be disclosed pursuant to Section 134(3)(m) of the companies act, 2013 read with Rule 8 of companies (Accounts) Rules, 2014 is given in Annexure - II forming part of this report.

TECHNOLOGY ABSORPTION

The Company has its own well equipped quality control department which is continuously Monitoring all the quality parameters required for production to give superior quality yarn which helps further to reduce the cost of processing by upgrading and modification. Company is regularly investing to upgrade its quality control department with latest available technology.

Uster Technologies AG, Switzerland has renewed its authorization to use its trade mark "Usterized". The company has also tied up for its cotton testing at global level under the program of CSITC Round trial on regular interval.

OPERATIONAL ACHIVEMENT AND EXECELENCE

Your company as a part of its philosophy, continuously working on optimizing Productivity, Quality and Cost of production. As a part of this, your company is regularly participating in SITRA cost comparison research study and benchmarking its performance with best in the Industry.

Company is also getting diagnostic study of the operation of the plant through international agency namely "Werner International Management Consultants "and taking effective steps for achieving the excellence in Productivity, Quality and Cost.

EXPENDITURE ON R & D

During the year, company has spent Rs 4.54 Lacs (previous year Rs 3.38 Lacs) on R & D expenditure, which is debited in Profit & Loss a/c & Capital Expenditure of Rs. 0.94 Lacs (previous year- 2.66 Lacs).

FOREIGN EXCHANGE EARNINGS AND OUTGO

The company has earned during the period foreign exchange of Rs. 18204.43 Lacs at FOB Price (previous year Rs. 19965.73 Lacs) against an outgo on CIF basis of Rs. 4426.43 Lacs (previous year Rs. 4661.66 Lacs).

RISK MANAGEMENT

Risks are events, situations or circumstances which may lead to negative consequences on the Company's businesses. Risk management is a structured approach to manage uncertainty. A formal enterprise wide approach to Risk Management is being adopted by the Company and key risks will now be managed within a unitary framework. As a formal roll-out, all business divisions and corporate functions will embrace Risk Management Policy and Guidelines, and make use of these in their decision making. Key business risks and their mitigation are considered in the annual/strategic business plans and in periodic management reviews. The risk management process in our multi-business, multi-site operations, over the period of time will become embedded into the Company's business systems and processes, such

that our responses to risks remain current and dynamic.

HUMAN RESOURCE DEVELOPMENT

Harmonious industrial relations continue to prevail at the company throughout the period under review, the emphasis continues on the training and development programmes at all levels. The directors hereby place on record their appreciation of valuable services rendered by all staff and work force of the company.

Your directors further state that during the year under review, there were no cases filed pursuant to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed. No fraud has been reported by the Auditors.

GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review:

1. Details relating to deposits covered under

Chapter V of the Act.

2. Issue of equity shares with differential rights as to dividend, voting or otherwise.
3. The company does not have any subsidiaries hence the disclosure with respect to remuneration or commission received by the Managing Director / Whole-time Director(s) appointed in the Company does not arise.
4. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

ACKNOWLEDGEMENT

Your Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed service of the Executives, staff and Workers of the Company.

For and on behalf of the Board of Directors of
Sudiva Spinners Private Limited

(J. C. LADDHA)

(Chairman)

(DIN-00118527)

Place : Bhilwara
Date: 30.05.2020

ANNEXURE 'I' (TO DIRECTORS REPORT)

Form No. MGT-9

(EXTRACT OF ANNUAL RETURN)

(As On The Financial Year Ended on 31ST MARCH 2020)

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

1	CIN	U18101RJ2007PTC023649
2	Registration Date	15/01/2007
3	Name of the Company	M/S SUDIVA SPINNERS PVT. LTD.
4.	Category of the Company	Company Limited by shares
5.	Sub-category of the Company	Indian Non Government Company
6.	Address of the Registered office & contact details	91 K.M. Stone, N.H. 79, Village -Dhunwalia P.O. Sareri, Teh.-Hurda, Bhilwara- 311024 (Raj.) Contact No.-01483-236888/236516 Web address- Sudivaindia.com
7.	Whether listed company	No
8.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A.
9.	PAN	AAKCS5788C

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10% or more of the total turnover of the company shall be stated)

Sr. No.	Name and Description of main products / services	NIC Code of the Product/service	% of total turnover of the company
1.	Manufacturing of Cotton Blended Yarn	13111	90.34
2.	Manufacturing of Knitted Fabric	13911	9.66

III. SHARE HOLDING PATTERN (Equity Share Capital Breakup as Percentage of Total Equity)

i) Category-wise Share Holding

Category of the Shareholders	No. of Shares held at the beginning of the year [As on 1-April-2019]				No. of Shares held at the end of the year [As on 31-March-2020]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/ HUF	-	13207000	13207000	80.04	-	13207000	13207000	80.04	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	3293000	3293000	19.96	-	3293000	3293000	19.96	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
Total Shareholding of Promoter (A)	-	16500000	16500000	100.00	-	16500000	16500000	100.00	
B. Public Shareholding									
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-Total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions	-	-	-	-	-	-	-	-	-
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital up to Rs. 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
Sub-Total (B)(2):-	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	16500000	16500000	100.00	-	16500000	16500000	100.00	-



SUDIVA

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SUDIVA SPINNERS PRIVATE LIMITED

B) Shareholding of Promoters

Sr. No.	Shareholder's Name	Shareholding at The Beginning of The Year			Shareholding at The End Of The Year			% Change in Shareholding During The Year*
		No. of Shares	% of Total Shares of The Company	% of Shares Pledged/ Encumbered to Total Shares	No. of Shares	% of Total Shares of The Company	% of Shares Pledged / Encumbered to Total Shares	
1	Shri J.C. Laddha	9500000	57.58	-	9500000	57.58	-	-
2	Shri Varun Laddha	1500000	9.09	-	1500000	9.09	-	-
3	Smt. Sunita Laddha	1700000	10.30	-	1700000	10.30	-	-
4	Smt. Tanisha Laddha	305000	1.84	-	305000	1.84	-	-
5	J.C. Laddha (HUF)	130000	0.79	-	130000	0.79	-	-
6	Varun Laddha (HUF)	72000	0.44	-	72000	0.44	-	-
7	Elcon Finvest & Enterprises Pvt. Ltd.	3293000	19.96	-	3293000	19.96	-	-
TOTAL		16500000	100.00	-	16500000	100.00	-	-

C) Change in Promoters' Shareholding:

Sr. No.	Shareholder's Name	Shareholding at The Beginning of The Year		Increase/Decrease in Promoters Shareholding During The Year Specifying The Reason for Increase/Decrease		Cumulative Shareholding During the Year		Shareholding at The End of The Year	
		No. of Shares	% of the Total Shares	Date	Addition/ Deduction	No. of Shares	% of the Total Shares	No. of Shares	% of the Total Shares
1	Shri J.C. Laddha	9500000	57.58	-	-	9500000	57.58	9500000	57.58
2	Shri Varun Laddha	1500000	9.09	-	-	1500000	9.09	1500000	9.09
3	Smt. Sunita Laddha	1700000	10.30	-	-	1700000	10.30	1700000	10.30
4	Smt. Tanisha Laddha	305000	1.84	-	-	305000	1.84	305000	1.84
5	J.C. Laddha (HUF)	130000	0.79	-	-	130000	0.79	130000	0.79
6	Varun Laddha (HUF)	72000	0.44	-	-	72000	0.44	72000	0.44
7	Elcon Finvest & Enterprises Pvt Ltd	3293000	19.96	-	-	3293000	19.96	3293000	19.96

D) Shareholding Pattern of Top Ten Shareholders : Nil

(Other than Directors, Promoters and Holders of GDRs and ADRs)

E) Shareholding of Directors and Key Managerial Personnel:

Sr. No.	Name of Director / KMP	Shareholding at the Beginning of the Year		Increase/Decrease in Director/KMP Shareholding During The Year Specifying The Reason for Increase/Decrease		Cumulative Shareholding During The Year		Shareholding at The End of The Year	
		No. of Shares	% of the Total Shares	Date of	Addition/ Deduction	No. of Shares	% of the Total Shares	No. of Shares	% of the Total Shares
1	Shri J.C. Laddha	9500000	57.58	-	-	9500000	57.58	9500000	57.58
2	Shri Varun Laddha	1500000	9.09	-	-	1500000	9.09	1500000	9.09
3	Smt. Sunita Laddha	1700000	10.30	-	-	1700000	10.30	1700000	10.30
4	Smt. Tanisha Laddha	305000	1.84	-	-	305000	1.84	305000	1.84
5	Shri Yogesh Kumar Singhal (CS)	-	-	-	-	-	-	-	-
	Total	13005000	78.81	-	-	-	-	13005000	78.81

F. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment.

(Rs.in Lacs)

Particulars	Secured Loans Excluding Deposit	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at The Beginning of The Financial Year				
i) Principal Amount	34691.29	-	-	34691.29
ii) Interest Due But Not Paid	-	-	-	-
iii) Interest Accrued But Not Due	73.99	-	-	73.99
Total (i+ii+iii)	34765.28	-	-	34765.28
Change in Indebtedness During The Financial Year				
* Addition	1990.77	-	-	1990.77
* Reduction	1044.28	-	-	1044.28
Net Change	946.49	-	-	946.49

(Rs.in Lacs)

Particulars	Secured Loans Excluding Deposit	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at The End of The Financial Year				
i) Principal Amount	35457.25	-	-	35457.25
ii) Interest Due But Not Paid	-	-	-	-
iii) Interest Accrued But Not Due	254.52	-	-	254.52
Total (i+ii+iii)	35711.77	-	-	35711.77

4. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL
A. Remuneration to Chairman, Managing Director, Whole-time Directors and/or Manager: (Rs.in Lacs)

Sr. No.	Particulars of Remuneration	Name of MD/WTD/Director/Manager				Total Amount
		Shri J. C. Laddha, Chairman	Shri Varun Laddha, Managing Director	Smt Sunita Laddha, Director	Smt Tanisha Laddha, Director	
1	Gross Salary					
	(a) Salary as Per Provisions Contained in Section 17(1) of the Income-tax Act, 1961	63.07	58.48	12.50	28.19	162.24
	(b) Value of Perquisites u/s 17(2) Income-tax Act, 1961	0.15	0.15	-	0.15	0.45
	(c) Profits in lieu of Salary Under Section 17(3) Income- tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission	1.15	1.15	-	-	2.30
5	Others	-	-	-	-	-
	Total	64.37	59.78	12.50	28.34	164.99

B. Remuneration to Other Directors (Independent & Other Non Executive Directors) : NIL

C. Remuneration to KMP Other Than MD / Manager / WTD / Director:

(Rs. in Lacs)

Sr. No.	Particulars of Remuneration	Name of KMP
		Shri Yogesh Kumar Singhal (Company Secretary)
1	Gross Salary	
	(a) Salary as Per Provisions Contained in Section 17(1) of the Income-tax Act, 1961	16.80
	(b) Value of Perquisites u/s 17(2) Income-tax Act, 1961	0.67
	(c) Profits in Lieu of Salary Under Section 17(3) Income- tax Act, 1961	-
2	Stock Option/ Sweat Equity/ Commission etc.	-
	Total	17.47
	Ceiling as Per Act	N.A.

5. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES : Nil

For: **Sudiva Spinners Private Limited**

(J. C. LADDHA)

(Chairman)

(DIN-00118527)

Place : Bhilwara
Date: 30.05.2020

STATEMENT OF PARTICULARS PURSUANT TO COMPANIES (ACCOUNTS) RULES, 2014 AND FORMING PART OF DIRECTORS REPORT FOR THE PERIOD ENDED 31ST MARCH-2020

ENERGY CONSERVATION

Particulars	Year Ended 31.03.2020	Year Ended 31.03.2019
(A) POWER AND FUEL CONSUMPTION		
a) Electricity :		
Purchase Units from AVVNL	19013346	46207325
Total Amount (in Rs.)	163411058	354803180
Rate / Unit (Rs.)	8.59	7.68
b) Electricity :		
Purchase Units from Others	43907915	1101657
Total Amount (in Rs.)	268733393	7765084
Rate / Unit (Rs.)	6.12	7.05
c) Own Generation :		
Through Solar Plant		
Units	2396193	2563154
Total Amount (in Rs.)	0.00	0.00
Rate / Unit (Rs.)	0.00	0.00
d) Own Generation :		
Through Diesel Generator	NIL	NIL
Units	-	-
Total Amount (in Rs.)	-	-
Rate / Unit (Rs.)	-	-
e) Own Generation :		
Through Furnance Oil/Gas		
Total Amount (Rs.)	NIL	NIL
Litres (Furnance Oil)	-	-
Rate / Ltrs (Rs.)	-	-

Particulars	Year Ended 31.03.2020	Year Ended 31.03.2019
Through Coal Lignite		
Total Amount (Rs.)	NIL	NIL
Coal (Kgs.)	–	–
Rate / Ltrs (Rs.)	–	–
Total Steam Amount (Rs.)	–	–
Total Power Amount	432144451	362568264
Total Power Consumption for Yarn Production	427987318	359899543
Total Power Consumption for Knitting Production	4157133	2668721
(B) CONSUMPTION PER UNIT PRODUCTION		
Products : Yarn (in Kgs.)	25431005	21734943
Electricity Consumption		
Per Kg. (in Rs.)	16.83	16.56
Products : Knitting Fabric (in Kgs.)	2249918	1650932
Electricity Consumption		
Per Kg. (in Rs.)	1.85	1.62

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
SUDIVA SPINNERS PRIVATE LIMITED

Opinion

We have audited the standalone financial statements of **SUDIVA SPINNERS PRIVATE LIMITED**, which comprise the balance sheet as at 31st March 2020, and the statement of Profit and Loss, 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 financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and profit/loss, and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The Company's management and Board of Directors

are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the standalone financial statements and our auditors' report thereon.

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

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

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

Responsibility of Management for Standalone 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 financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are

free from material misstatement, whether due to fraud or error.

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

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the 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 Companies Act, 2013, 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 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 financial statements, including the disclosures, and whether the 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 financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' 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 Matters

The company has assessed the recoverability of its assets including receivables and inventories considering the internal and external information upto the date of approval of these financial statements and based on the current indicators of future economic conditions, the company expects to recover the carrying amount of these assets. (Refer note no. 30). Further physical verification of inventories are done on other than balance sheet date due to nation wise lockdown on balance sheet date. (Refer note no. 31). We have obtained sufficient audit evidence for physical verification of inventories. Our opinion is not qualified in respect of these matters.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure - I a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to

the best of our knowledge and belief were necessary for the purposes of our audit.

- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure - II.
- (g) With respect to other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: Being a private limited company, provisions of sec. 197 of the Companies Act, 2013 is not applicable on the company.
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 29 to the financial statements;
- ii. the Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses. - Refer Note 32 to the financial statements;
- iii. There were no amounts which were

required to be transferred to the Investor Education and Protection Fund by the Company

For SSMS & Associates

Chartered Accountants
Firm Reg. No. 019351C

Place: Bhilwara
Date: 30.05.2020

(Satish Somani)
Partner
M.No. 076241

ANNEXURE-I TO AUDITORS REPORT

The Annexure referred to in our report of even date to the members of Sudiva Spinners Private Limited on the accounts of the company for the year ended 31st March, 2020. We report that:

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) These fixed assets have been physically verified by the management at reasonable intervals, no any material discrepancies were noticed on such verification;
- (c) The title deeds of immovable properties are held in the name of the company.
- (ii) Physical verification of inventory has been conducted at reasonable intervals by the management; no any material discrepancies were noticed on physical verification. However due to nation wise lockdown, year end physical verification is done after resumption on plant from 21st April, 2020. Inventory as on balance sheet date is calculated by roll back procedures;
- (iii) The company has not granted any loan, secured or unsecured to the companies, firms, limited liability partnerships or other parties covered in register maintained under section 189 of the Companies Act, 2013.
- (iv) The company has not entered any transaction in respect of (loan, investments, guarantee and security) covered under section 185 and 186 of the Companies act, 2013.
- (v) The company has not accepted any deposits under provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under.
- (vi) We have broadly reviewed the books of account relating to materials, labour and other items of cost maintained by the company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub section (1) of section 148 of the Companies Act, 2013 and we are of the opinion that prima facie

the prescribed accounts and records have been made and maintained.

- (vii) (a) The company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, duty of customs, cess, GST and any other statutory dues with the appropriate authorities.
- (b) According to the records of company, there is no dues of income-tax, sales-tax, wealth tax, duty of customs, duty of excise, value added tax, cess, GST and any other statutory dues with the appropriate authorities, which has not been deposited on account of disputes. Subject to following tax due:-

Sr. No.	Name of Statue	Nature of Due	Amount (Rs. in Lacs)	Forum where dispute is pending
1.	Finance Act, 1994 (Service Tax)	Tax	16.63	CESTAT, New Delhi
2.	VAT Act, 2003	Tax Interest	1.94 2.93	Commercial Taxes Officer, Bhilwara

- (viii) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of loan and borrowing to financial Institutions, banks, Government, or dues to debenture holders.
- (ix) In our opinion and according to the information and explanations given to us, the company has not raised money by way of initial public offer or further public offer (including debt instruments).
- (x) In our opinion and according to the information and explanations given to us, there is no fraud by the company or any fraud on the Company by its officers or employees has been noticed or reported during the year.
- (xi) The provision of section 197 read with Schedule



V of the companies Act 2013 is not applicable on the Company.

- (xii) The provision specified in Nidhi Rule 2014 is not applicable on Company.
- (xiii) Company has complied the provision of sections 177 and 188 of Companies Act 2013 on all transactions with the related parties where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable accounting standards.
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) The company has not entered into any non-

cash transactions with directors or persons connected with him under the provisions of section 192 of Companies Act, 2013.

- (xvi) The Company has not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For SSMS & Associates

Chartered Accountants

Firm Reg. No.019351C

Place: Bhilwara
Date: 30.05.2020

(Satish Somani)
(Partner)
M. No. 076241

ANNEXURE II TO 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")

Opinion

We have audited the internal financial controls over financial reporting of Sudiva Spinners Private Limited, Bhilwara ("the Company") as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

- 1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

- 2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and the receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- 3) Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to

error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For SSMS & Associates

Chartered Accountants

Firm Reg. No. 019351C

Place: Bhilwara

Date: 30.05.2020

(Satisb Somani)

Partner

M.No. 076241

BALANCE SHEET AS AT 31ST MARCH, 2020

Particulars	Note No.	As at March 31, 2020 (Rs. in Lacs)	As at March 31, 2019 (Rs. in Lacs)
I. EQUITY & LIABILITIES			
1. Shareholders' Funds			
(a) Share Capital	2	1650.00	1650.00
(b) Reserves and Surplus	3	7043.26	6835.44
		8693.26	8485.44
2. Non-Current Liabilities			
(a) Long-term Borrowings	4	20896.73	22210.03
(b) Deferred Tax Liabilities (Net)	5	983.54	1076.45
(c) Other Long Term Liabilities	6	311.23	153.74
		22191.50	23440.22
3. Current Liabilities			
(a) Short-term Borrowings	7	12291.50	10555.25
(b) Trade Payables	8	1052.99	1033.37
(c) Other Current Liabilities	9	3148.65	2740.55
		16493.14	14329.17
TOTAL		47377.89	46254.83
II. ASSETS			
1. Non - Current Assets			
(a) Property, Plant & Equipment	10		
(i) Tangible Assets		29130.92	30753.79
(ii) Intangible Assets		62.79	76.20
(iii) Capital Work-in-Progress		106.56	116.27
		29300.26	30946.26
(b) Long-term Loans and Advances	11	8.38	6.76
(c) Other Non-Current Assets	12	1.20	2.39
		29309.84	30955.41
2. Current Assets			
(a) Inventories	13	6814.69	4261.10
(b) Trade Receivables	14	5823.39	6352.78
(c) Cash & Cash Equivalents	15	69.38	51.25
(d) Short-term Loans and Advances	16	5359.40	4633.10
(e) Other Current Assets	17	1.20	1.20
		18068.05	15299.42
TOTAL		47377.89	46254.83

See accompanying notes 1 to 35 forming part of financial statements

As per our attached report of even date

For SSMS & Associates
Chartered Accountants
Registration No. 019351C
(Satish Somani)
Partner
Membership No.076241

For and on behalf of the Board

Place : Bhilwara
Date : 30.05.2020

(J.C.Laddha)
Chairman
(DIN - 00118527)

(Varun Laddha)
Managing Director
(DIN - 01635880)

(Yogesh Kumar Singhal)
Company Secretary
(M.No. ACS 37705)

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2020

Particulars	Note No.	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
I. Revenue from Operations	18		
Domestic		32532.25	21255.00
Export		19286.07	20705.52
Total		51818.32	41960.52
II. Other Income	19	163.96	102.63
III. Total Revenue (I+II)		51982.28	42063.15
IV. Expenses:			
Cost of Material Consumed	20	37838.80	30465.13
Purchases of Stock - in - Trade	21	0.00	29.34
Change in Inventories of Finished Goods, Work-in-Progress and Stock in Trade	22	(954.44)	(439.74)
Employee Benefits Expenses	23	2014.61	1226.87
Finance Costs	24	2545.78	1223.16
Depreciation and Amortization Expenses	25	2861.70	1596.67
Other Expenses	26	7560.95	5493.66
Total Expenses		51867.39	39595.10
V. Profit Before Exceptional and Extraordinary Items and Tax (III-IV)		114.89	2468.06
VI. Exceptional Items		-	-
VII. Profit Before Extraordinary Items and Tax (V-VI)		114.89	2468.06
VIII. Extraordinary Items		-	-
IX. Profit Before Tax (VII-VIII)		114.89	2468.06
X. Tax Expenses:			
(1) Current Tax		2.92	531.84
(2) MAT Credit Entitlement		(2.92)	(531.84)
(3) Deferred Tax		(92.92)	759.43
XI. Profit (Loss) for The Period from Continuing Operations (IX - X)		207.81	1708.63
XII. Profit / (Loss) from Discontinuing Operations		-	-
XIII. Tax Expenses of Discontinuing Operations		-	-
XIV. Profit / (Loss) from Discontinuing Operations (After Tax) (XII-XIII)		-	-
XV. Profit/(Loss) for the period (XI+XIV)		207.81	1708.63
XVI. Earnings per equity share:	28	1.26	10.45

See accompanying notes 1 to 35 forming part of financial statements

As per our attached report of even date

For SSMS & Associates

Chartered Accountants

Registration No. 019351C

(Satish Somani)

Partner

Membership No.076241

For and on behalf of the Board

(J.C.Laddha)

Chairman

(DIN - 00118527)

(Varun Laddha)

Managing Director

(DIN - 01635880)

(Yogesh Kumar Singhal)

Company Secretary

(M.No. ACS 37705)

Place : Bhilwara

Date : 30.05.2020

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
Net profit before tax	114.89	2468.06
Add:		
Depreciation and amortisation	2861.70	1596.67
Interest cost	2545.78	1223.16
Profit / (Loss) on sale / acquisition of fixed assets	5.48	-0.02
Liabilities no longer required written back	-0.37	-6.04
Miscellaneous expenses written off	1.20	2.00
Operating Profit before Working Capital Changes	5528.67	5283.83
Inventories	-2553.59	98.79
Trade Receivables	529.39	- 3039.40
Loans and Advance	-657.52	-1385.59
Trade Payables & Current Liabilities	242.57	468.23
Cash Generated from operation	3089.52	1425.86
Less: Direct taxes paid	-70.40	- 669.05
Net cash from Operating Activities	3019.12	756.81
Cash flow from Investing Activities		
Acquisition of fixed assets	-1224.10	- 19453.30
Sales of fixed assets	2.92	8.01
Net cash used in Investing Activities	-1221.18	- 19445.29
Cash flow from Financing Activities		
Proceeds from shares	0.00	135.54
Proceeds from premium	0.01	365.96
Proceeds from long term borrowings	0.00	17100.00
Repayment of long term borrowings	-970.29	- 1361.48
Increase / Decrease in Short term borrowings	1736.25	3693.84
Interest cost	-2545.78	- 1223.16
Net cash from Financing Activities	-1779.81	18710.70
Net increase in Cash and Cash Equivalents	18.13	22.22
Opening cash and cash equivalents	51.25	29.03
Closing Cash and Cash Equivalents	69.38	51.25

As per our attached report of even date

For SSMS & Associates
Chartered Accountants
Registration No. 019351C

(Satish Somani)
Partner
Membership No.076241

For and on behalf of the Board

Place : Bhilwara
Date : 30.05.2020

(J.C.Laddha)
Chairman
(DIN - 00118527)

(Varun Laddha)
Managing Director
(DIN - 01635880)

(Yogesh Kumar Singhal)
Company Secretary
(M.No. ACS 37705)

NOTE 1: SIGNIFICANT ACCOUNTING POLICIES

A. Accounting Conventions

The financial statements are prepared on historical cost convention and on the accounting principles of going concern, in accordance with Generally Accepted Accounting Principles ('GAAP'), comprising of the mandatory Accounting Standards, Guidance Notes, etc. issued by the Institute of Chartered Accountants of India and the provisions of the Companies Act, 2013, on accrual basis, as adopted consistently by the company.

B. Use of Estimates

In preparation of the financial statements in conformity with Generally Accepted Accounting Principle in India, management is required to make estimates & assumptions that affects the reported amount of assets & liabilities and the disclosures of contingent liabilities as at the financial reporting date. The amount of revenue & expenditure during the reported period and that of actual results could be different from those of estimates. Any revision to such estimates is recognized in the period in which the same is determined.

C. Revenue Recognition

- a. Sales revenue is recognized when property in the goods with all significant risk and rewards as well as the effective control of goods usually associated with ownership are transferred to the buyer, at a price and includes excise duty, if any.
- b. Promotional benefits, export incentives and export growth incentives are accounted for on accrual basis when virtual certainty and their probable use within reasonable time in the normal course of business, is established.
- c. Claims and refunds due from government authorities and parties, though receivable / refundable are not recognized in the accounts, if the amount thereof is not ascertainable. These are accounted for as and when ascertained or admitted by the concerned authorities / parties in favour of the company.
- d. Claims lodged with insurance companies are recognized as Income on acceptance by the Insurance Company. The excess / shortfall of claims passed are adjusted in the year of receipt.

D. Government Grants

Government grants are recognized on the reasonable assurance of receipt. Capital Subsidy under A-TUFS is recognized on accrual basis and adjusted against respective assets while Interest subsidy under TUFS/RIPS, Electricity duty subsidy under RIPS are recognized on accrual basis and adjusted against the respective expenses.

E. Inventory Valuation

- (a) Inventories are valued at cost and net realizable value whichever is lower.
- (b) Cost is determined on weighted average method.
- (c) Cost of raw materials is net of cenvat claims, wherever applicable.
- (d) The cost of inventories comprises all cost of purchase, cost of conversion, and other costs incurred in bringing the inventories to their present location and condition.

F. Property, Plant & Equipment

- a. Property, Plant & Equipment are stated at their original cost of acquisition including freight, incidental expenses and other non refundable taxes or levies related to acquisition and installation of the concerned assets, interest on borrowed funds attributable to acquisition/construction of Property, Plant & Equipment and related pre-operative and Trail run expenses up to the date of commencement of commercial production, are also capitalized wherever appropriate. Input Tax Credit availed has been deducted from the cost of respective assets.
- b. Expenditure incurred on acquisition of intangibles are accounted for as intangible assets on completion, being identifiable non-monetary assets without physical substance, at the acquisition cost, in accordance with AS-26 on intangible assets.

G. Preoperative & Trail Run Expenses

Trial run costs and other preoperative expenses incurred during construction / implementation period, including interest on borrowings (Net of subsidy) to finance qualifying assets as per AS-16, are capitalized upto the date of commissioning of the project.

H. Depreciation & Amortisation

- a. Depreciation has been provided as per straight line method at the rates and in the manner prescribed under schedule II of the companies Act, 2013 except for plant and machineries. The company has internally assessed the useful life of plant and machineries considering use of the same wherever applicable on triple shift basis, which has also been evaluated by external expert. As a result, the useful lives of the tangible assets determined are as under:

S. No.	Nature of Assets	Effective Useful Lives
1	Plant and Machineries (Open-end Division) used for triple shift	7.5 Years
2	Plant and Machineries (Ring spinning Division) used for triple shift	9.2 Years
3	Plant and Machineries used for single shift	15 Years
4	All other tangible assets	As per Companies Act, 2013

- b. Residual values of the assets are determined at the rate of 5% of original cost.
- c. Acquired intangible assets are amortized over their estimated useful life as determined by the management at following rates on straight-line basis.

Enabling Assets	-	20 Years
Computer Software	-	6 Years

I. Impairment of Property, Plant & Equipment

Impairment of assets is being measured on factors giving rise to any indication of impairment, by comparing the recoverable amount, higher of value in use and net selling price of an asset, with carrying amount of an asset as per the Accounting Standard 28 "Impairment of Assets" issued by ICAI.

J. Foreign Exchange Transaction /Translation

- a. Foreign currency transaction related to export sales is recorded at forward exchange rates.

- b. Foreign currency transactions other than export sales arising during the year are recorded at the exchange rates prevailing on the dates of transactions.
- c. Non-realized invoices are recorded as per forward exchange rates.
- d. Any income or expense on account of exchange difference either on settlement or on translation is recognized in the Statement of Profit and Loss.

K. Taxes on Income

a. Current Year Charge

Provision for Current Income Tax is made after considering MAT Credit Entitlement, exemptions and deductions available under the Income Tax Act, 1961.

MAT Credit Entitlements are shown as loan & advances till its adjustment against current tax liability.

b. Deferred Tax

Deferred tax is recognized, as the tax effect of timing difference between the taxable income and accounting income computed for the current accounting years' timing differences, subject to the consideration of prudence.

Deferred tax assets are recognized and carried forward to the extent that there is a reasonable certainty, except arising from unabsorbed depreciation and carry forward losses which are recognized to the extent that there is deferred tax liabilities or there is virtual certainty, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

L. Miscellaneous Expenditure

Expenses incurred on increase in share capital are amortised over a period of five year.

M. Provisions, Contingent Liability & Contingent Assets

- a. Provisions involving substantial degree of estimation in measurement, are recognized when the present obligation of or past events gives rise to a probable outflow embodying economic benefits on settlement and the amount of obligation can be reliably estimated.
- b. Contingent liabilities are disclosed after a careful evaluation of facts and legal aspects of the matter involved.
- c. Contingent assets are neither recognized nor disclosed in financial statements.
- d. Provisions and contingent liabilities are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

N. Earning per Share

Basic and diluted earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders, among the weighted average number of equity shares outstanding during the period.

O. Cash and Cash Equivalents

Cash and Cash equivalents for the purpose of cash flow statement comprise cash at bank, Cash in hand, cheques in hand and other permissible instruments as per AS 3.

P. Employee Benefit Expenses

a. Defined Contribution Plan:

The Company makes defined contribution to Provident fund which are accounted on accrual basis.

b. Defined Benefit Plan:

The Company's Liability on account of Gratuity of employees is determined at the end of each financial year on the basis of actuarial valuation certificate obtained from Registered Actuary in accordance with the measurement procedure as per revised Accounting Standard (AS)-15 'Employee Benefits'. The liability is funded on year to year basis by contribution to respective fund. The cost of providing benefits under this plan is also determined on the basis of actuarial valuation at each year end. Actuarial gain and losses for defined benefit plan are recognized in full in the period in which they occur in Statement of Profit & Loss.

Leave Encashment liability is provided for on actual basis and encashed in next year.

Notes annexed to and forming part of the accounts

NOTE 2 : SHARE CAPITAL

	As at 31st March, 2020 (Rs. in Lacs)	As at 31st March, 2019 (Rs. in Lacs)
AUTHORISED :		
20000000 Equity Share of Rs.10/- each	2000.00	2000.00
	2000.00	2000.00
ISSUED, SUBSCRIBED & FULLY PAID UP		
16500000 Equity Share of Rs.10/- each (P.Y. 16500000 Equity Share of Rs.10 each)	1650.00	1650.00
	1650.00	1650.00

1. Shareholders holding more than 5 % of shares

Name of Share Holder	As on 31.03.2020		As on 31.03.2019	
	Number of Shares	Percentage of holding	Number of Shares	Percentage of holding
Shri J.C.Laddha	9500000	57.58%	9500000	57.58%
Shri Varun Laddha	1500000	9.09%	1500000	9.09%
Smt. Sunita Laddha	1700000	10.30%	1700000	10.30%
Elcon Finvest Enterprises Pvt.Ltd.	3293000	19.96%	3293000	19.96%
	15993000	96.93%	15993000	96.93%

2. There are no shares issued for consideration other than cash in the last 5 financial years.

3. Reconciliation of shares

	As at 31st March, 2020	As at 31st March, 2019
Shares at begning of the year	16500000	16500000
Shares at closing of the year	16500000	16500000

4. The Company has only one class of Equity Shares having a par value of Rs.10/-, Each holder of Equity Shares is entitled to one vote per share, There are no restrictions attached to any Equity Shares. The dividend proposed, if any, by the board of directors is subject to approval of the shareholders in ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive remaining assets of the company in proportion to the number of Equity Shares held by the respective Shareholders.

NOTE 3 : RESERVES AND SURPLUS

	As at 31st March, 2020 (Rs. in Lacs)	As at 31st March, 2019 (Rs. in Lacs)
(a) Securities Premium Reserve		
Opening Balance	1304.00	938.04
Add : Received during the year	0.00	365.95
Closing at the end of year	1304.00	1303.99
(b) Surplus in Statement of Profit & Loss		
Opening Balance	5531.45	3822.82
Add : Profit for the period	207.81	1708.63
Closing at the end of year	5739.26	5531.45
Total Reserves & Surplus	7043.26	6835.44

NOTE 4 : LONG TERM BORROWINGS

	As at 31st March, 2020 (Rs. in Lacs)	As at 31st March, 2019 (Rs. in Lacs)
SECURED		
(a) Term Loans - From Banks	20701.13	22192.75
(b) Interest Accrued But Not Due On TL	191.41	0.00
(c) Vehicle Loans - From Bank	4.19	17.28
Total	20896.73	22210.03

Conditions of Term Loans from Banks are Summarised Below :

Security against loan 1 to 7

Term loans from banks are secured by first pari-passu charge by way of joint hypothecation created on all present and future movable plant & machinery of the company and is also secured by joint equitable mortgage on all immovable & movable assets of the company. The aforesaid term loans are also personally guaranteed by promoter directors of the company.

All Term loans are repayable in quarterly instalments.

Floating Rate - Carrying floating interest rate of MCLR + Spread (0.45% to 4.00% PA) as on 31.03.20 (Previous Year MCLR + Spread (0.85% to 4.00% PA))

Conditions of Vehicle Loans from Bank are Summarised Below :

Vehicle loans are secured by mortgage of respective vehicle. All loans are repayable in monthly instalments, rate of interest 8.51% to 10.26% PA. (Previous Year 8.51% to 10.26% P.A.)

Date of Maturity and Instalments due are as under :

Sr. No.	Date of Maturity	Outstanding as on 31.03.2020			Installments due after 31.03.20
		Total Outstanding	Long Term Maturity	Current Maturity	
Terms Loans from Banks :					
1	29.09.24	3521.00	2970.00	551.00	17
2	01.10.24	2529.00	2277.00	252.00	17
3	30.09.27	6100.00	5512.88	587.12	29
4	30.09.27	2000.00	1807.50	192.50	29
5	30.09.27	3100.00	2801.62	298.38	29
6	30.09.27	3100.00	2801.62	298.38	29
7	30.09.27	2800.00	2530.50	269.50	29
Vehicle Loan from Bank :					
1	07.05.20 to 05.02.22	15.75	4.19	11.56	02 to 23
Total		23165.75	20705.31	2460.44	

* Current Maturity has been determined considering the deferment of Term Loan installment upto August, 2020 as per RBI guideline Dt. 22.05.2020, since option has been opted by company

Sr. No.	Date of Maturity	Outstanding as on 31.03.2019			Installments due after 31.03.19
		Total Outstanding	Long Term Maturity	Current Maturity	
Terms Loans from Banks :					
1	25.03.20	116.00	0.00	116.00	4
2	29.03.24	3956.00	3376.00	580.00	20
3	01.04.24	2928.00	2529.00	399.00	21
4	31.03.27	6100.00	5810.25	289.75	29
5	31.03.27	2000.00	1905.00	95.00	29
6	31.03.27	3100.00	2952.75	147.25	29
7	31.03.27	3100.00	2952.75	147.25	29
8	31.03.27	2800.00	2667.00	133.00	29
Vehicle Loan from Bank :					
1	05.09.19 to 05.02.22	36.04	17.28	18.76	07 to 35
Total		24136.04	22210.03	1926.01	

NOTE 5 : DEFERRED TAX LIABILITY

Deferred tax liability has been calculated as per Accounting Standard 22 “Accounting for Taxes on Income” of ICAI. Major components are as under:

	As at 31st March, 2020 (Rs. in Lacs)	As at 31st March, 2019 (Rs. in Lacs)
Deferred Tax Liability		
Depreciation	2573.28	1837.44
Income Deferred as per IT Act	331.81	0.00
Total	2905.09	1837.44
Deferred Tax Assets*		
Unabsorbed Depreciation	1909.19	751.22
Disallowance as per IT Act	12.36	9.77
Total	1921.55	760.99
Net Deferred Tax Liability	983.54	1076.45

* Note : Deferred tax assets on unabsorbed depreciation is recognised only to the extent that the company has timing differences the reversal of which will result in sufficient taxable income available against which such deferred tax assets can be realised.

NOTE 6 : OTHER LONG TERM LIABILITY

	As at 31st March, 2020 (Rs. in Lacs)	As at 31st March, 2019 (Rs. in Lacs)
Sundry Payable-Others	311.23	153.74
	311.23	153.74

NOTE 7 : SHORT-TERM BORROWINGS

	As at 31st March, 2020 (Rs. in Lacs)	As at 31st March, 2019 (Rs. in Lacs)
SECURED		
Loan Repayable on Demand		
From Banks	12291.50	10555.25
	12291.50	10555.25

Bank loans for working capital are secured against hypothecation of stocks of raw material, semi finished and finished goods and is also secured by second charge created in favour of the company's banker by way of joint equitable mortgage on immovable properties of the company which is ranking pari passu and also personally guaranteed by a promoter director of the company.

All loans are repayable on demand and carrying floating interest rate from 8.80 % to 10.05%. (Previous Year 8.90 % to 10.45%)

NOTE 8 : TRADE PAYABLES

	As at 31st March, 2020 (Rs. in Lacs)	As at 31 st March, 2019 (Rs. in Lacs)
Trade Payable-Others	1052.99	1033.37
	1052.99	1033.37

Based on the information available with the company, no balance is due to Micro & Small Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006 as on 31st March 2020. Further during the year no interest has been paid to such parties or payable under the terms of the said Act.

NOTE 9 : OTHER CURRENT LIABILITIES

	As at 31st March, 2020 (Rs. in Lacs)	As at 31 st March, 2019 (Rs. in Lacs)
(a) Current Maturities of Long-Term Debt	2460.44	1926.01
(b) Interest Accrued But Not Due	63.11	73.99
(c) Security Deposits	3.71	3.26
(d) Advance From Customers	41.42	20.10
(e) Liability Towards Staff and Worker	189.46	180.35
(f) Government Dues	36.02	48.20
(g) Other Liabilities For Expenses	354.50	488.65
	3148.65	2740.55



SUDIVA

ANNUAL REPORT 2019-20

SUDIVA SPINNERS PRIVATE LIMITED

NOTE 10 : PROPERTY, PLANT & EQUIPMENT

(Rs. in lacs)

SR. PARTICULARS No.	GROSS BLOCK				DEPRECIATION & AMORTISATION				NET CARRYING VALUE	NET CARRYING VALUE
	As at 31-03-2019	Additions	Deductions	As at 31-03-20	Up to 31-03-2019	Deductions	For the year 2019-20	Total up to 31-03-20	As at 31-03-20	As at 31-03-19
1 2	3	4	5	(3+4-5)=6	7	8	9	(7-8+9)=10	(6-10)=11	12
A) Tangible Assets										
1 Free Hold Land	984.91	160.23	-	1145.14	-	-	-	-	1145.14	984.91
2 Buildings (Including Roads)	5380.70	476.60	-	5857.30	344.24	-	171.97	516.22	5341.09	5036.47
3 Plant and Machinery	30139.79	509.75	45.22	30604.32	7343.93	41.03	2436.87	9,739.75	20864.57	22795.86
4 Electric Fitting & Water Supply Instt.	1738.74	48.22	-	1786.96	234.67	-	161.51	396.18	1390.78	1504.07
5 Furniture Fixture and Other	260.60	17.07	-	277.67	31.98	-	25.12	57.10	220.57	228.62
6 Office Equipments	195.46	17.29	0.15	212.60	96.60	0.10	30.98	127.48	85.12	98.86
7 Vehicles	158.95	0.49	7.07	152.37	53.94	2.91	17.69	68.72	83.66	105.02
Total (A)	38659.15	1229.65	52.44	40036.36	8105.35	44.04	2844.14	10905.44	29130.92	30753.80
B) Intangible Assets (Acquired)										
1 AVVNL 33 KVA Line	18.41	0.00	-	18.41	8.24	-	0.87	9.11	9.30	10.17
2 Software Installation	107.61	4.15	-	111.76	41.58	-	16.69	58.27	53.49	66.03
Total (B)	126.02	4.15	0.00	130.17	49.82	-	17.56	67.38	62.79	76.20
Total (A + B)	38985.17	1233.80	52.44	40166.53	8155.17	44.04	2861.70	10972.82	29193.71	30830.00
C) Capital Work in Progress :										
1 Plant & Machinery Under Erection/Commissioning	26.53	531.44	459.95	98.02	-	-	-	-	98.02	26.53
2 Building Under Construction	89.73	395.40	476.60	8.53	-	-	-	-	8.53	89.73
Total (C)	116.27	926.84	936.55	106.56	-	-	-	-	106.56	116.27
Total(A+B+C)	39101.43	2160.64	988.99	40273.08	8155.17	44.04	2861.70	10972.82	29300.26	30946.27
Previous Year	19692.73	40015.96	20,607.25	39101.43	6595.11	36.60	1596.67	8155.17	30946.27	13097.61

i) a) Disposal from gross block represents sale/transfer/discard of property, plant & equipments.

b) Deduction in depreciation is on account of sale/transfer/discard of property, plant & equipments.

ii) No provision is required for impairment of assets according to AS-28 "Impairment of Assets" as the value in use as estimated by the management, is higher than the carrying amount of the assets as on Balance Sheet date. In order to arrive at the value in use, the company has reviewed the future earnings during remaining useful life of all its cash generating units as at the Balance Sheet date which has been discounted at the average long term lending rate of the Company.

NOTE 11 : LONG TERM LOANS & ADVANCES

	As at 31st March, 2020 (Rs. in Lacs)	As at 31 st March, 2019 (Rs. in Lacs)
UNSECURED, CONSIDERED GOOD		
(a) Security Deposits	0.07	0.07
(b) Other- Prepaid Expenses	8.31	6.69
	8.38	6.76

NOTE 12 : OTHER NON-CURRENT ASSETS

	As at 31st March, 2020 (Rs. in Lacs)	As at 31 st March, 2019 (Rs. in Lacs)
(a) Misc. Expenses To Be W/off	1.20	2.39
	1.20	2.39

NOTE 13 : INVENTORIES

(at lower of the Cost or Realisable Value - refer Accounting Policy - Note 1)

	As at 31st March, 2020 (Rs. in Lacs)	As at 31 st March, 2019 (Rs. in Lacs)
Raw Material		
– Polyester	15.22	113.74
– Cotton (Includes Goods in Transit Rs. Nil P.Y. Rs. 184.04)	4528.55	2594.48
– Comber (Includes Goods in Transit Rs. Nil, P.Y. Rs. 10.50)	134.62	314.39
– Yarn for Knitting	15.91	25.04
Work in Progress		
– Fibre	508.68	483.80
– Yarn	66.70	205.00
Finished Goods		
– Yarn	986.37	86.56
– Knitted Fabric	140.45	30.41
Stores & Spares	338.06	385.55
Others - Waste	80.15	22.13
	6814.69	4261.10

NOTE 14 : TRADE RECEIVABLES (CURRENT)

	As at 31st March, 2020 (Rs. in Lacs)	As at 31 st March, 2019 (Rs. in Lacs)
(Unsecured considered good)		
Trade Receivable		
- Outstanding exceeding Six months	81.53	67.08
- Others	5741.86	6285.70
	5823.39	6352.78

NOTE 15 : CASH AND CASH EQUIVALENTS

	As at 31st March, 2020 (Rs. in Lacs)	As at 31 st March, 2019 (Rs. in Lacs)
(a) Balance with bank		
(i) Current accounts	7.46	7.68
(b) Cash-in-hand	6.35	8.13
(c) FDR With Banks	55.57	35.44
	69.38	51.25

NOTE 16 : SHORT- TERM LOANS & ADVANCES

	As at 31st March, 2020 (Rs. in Lacs)	As at 31 st March, 2019 (Rs. in Lacs)
Other Loans & Advances (Unsecured considered good)		
(a) Security Deposit	309.35	134.81
(b) Advance Against Supply	1028.74	1297.66
(c) Prepaid Expenses	104.93	48.44
(d) Mat Credit Entitlement	1029.89	1026.97
(e) Income Tax Refund Receivable	45.25	91.30
(f) Advance Tax/TDS Receivable	69.09	1.62
(g) Duties, Claims and Balance with Govt. Authorities	891.13	1197.09
(h) Subsidies Receivable	1348.55	391.58
(i) Export Incentives	39.39	68.77
(j) Others Receivable	493.07	374.87
	5359.40	4633.10

NOTE 17 : OTHER CURRENT ASSETS

	As at 31st March, 2020 (Rs. in Lacs)	As at 31 st March, 2019 (Rs. in Lacs)
(a) Misc. Expenses To Be W/off	1.20	1.20
	1.20	1.20

NOTE 18 : REVENUE FROM OPERATIONS

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
(a) Sales of Products		
<u>Manufactured Goods</u>		
DOMESTIC		
Yarn	25864.80	17006.03
Knitted Fabric	4917.88	3098.35
Waste	1694.45	1080.64
Total	32477.13	21185.02
EXPORT		
Yarn	18861.74	19710.39
Knitted Fabric	86.29	679.00
Total	18948.03	20389.39
Traded Goods-Yarn	0.00	30.22
Sales	51425.16	41604.62
(b) Sale of Services		
Testing Charges	0.38	2.05
Job Charges Received	14.10	0.00
(c) Other Operating Income		
(i) Export Incentive	338.04	285.91
(ii) Sale of Scrap	40.64	67.93
Revenue from Operations (Gross)	51818.32	41960.52

NOTE 19 : OTHER INCOME

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
(a) Interest Income	156.89	96.58
(b) Liability no Longer Required Written Back	0.37	6.04
(c) Insurance Claim Receipt	6.69	0.00
(d) Profit on Sale of Fixed Assets	-	0.02
	163.96	102.63

NOTE 20 : COST OF MATERIAL CONSUMED

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
Opening Stock	3047.65	3439.08
Add: Purchses	41348.98	29074.72
Trial Run Stock Transfer	0.00	7067.99
	44396.63	39581.79
Less: Sales, Returns and Adjustments (Including transfer for trial run)	1863.54	6069.01
	42533.09	33512.78
Less: Closing Stock	4694.29	3047.65
Raw Material Consumed	37838.80	30465.13
Raw Material Consumption under broad heads:		
(A) Synthetic Fibres		
Polyester	947.18	1198.07
(B) Natural Fibres		
(a) Cotton	34891.64	26602.51
(b) Comber	1742.16	2632.66
(c) Yarn	257.82	31.89
	37838.80	30465.13

NOTE 21 : PURCHASES OF TRADED GOODS

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
Yarn	0.00	0.34
Fabric	0.00	29.00
	0.00	29.34

NOTE 22 : CHANGE IN INVENTORY

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
OPENING INVENTORY		
Finished Goods	86.56	78.57
Stock in Process	688.80	295.96
Waste	22.13	10.42
Knitted Fabric	30.41	3.21
	827.90	388.16
CLOSING INVENTORY		
Finished Goods	986.37	86.56
Stock in Process	575.38	688.80
Waste	80.15	22.13
Knitted Fabric	140.45	30.41
	1782.34	827.90
(Increase)/Decrease in Inventory	(954.44)	(439.74)

NOTE 23 : EMPLOYEE BENEFITS EXPENSES

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
(a) Salaries, Wages and Bonus	1777.72	1085.33
(b) Contribution to Provident, Gratuity and Other Funds	140.92	91.45
(c) Workmen and Staff Welfare	95.97	50.08
	2014.61	1226.87

NOTE 24 : FINANCE COST

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
(a) Interest Expenses (Net)	2319.85	1090.98
(b) Other Borrowing Costs	122.60	49.99
(c) Bank Charges	103.33	82.19
	2545.78	1223.16

NOTE 25 : DEPRECIATION AND AMORTISATION EXPENSES

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
(a) Tangible Assets	2844.14	1580.29
(b) Intangible Assets	17.56	16.37
	2861.70	1596.67

NOTE 26 : OTHER EXPENSES

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
A. Manufacturing Expenses		
(a) Stores and Spare Parts Consumed	649.67	482.32
(b) Power and Fuel	4321.44	2792.62
(c) Packing Expenses	647.54	443.53
(d) Processing and Job Charges	3.69	1.09
(e) Hank Yarn Obligation	0.80	4.01
(f) Repairs to Building	13.47	36.97
(g) Repairs to Machinery	63.69	55.74
(h) Repair & Maintenance (Other)	33.12	21.43
(i) House Keeping Expenses	59.50	42.55
	5792.93	3880.27

	Year Ended 31st March, 2020 (Rs. in Lacs)	Year Ended 31st March, 2019 (Rs. in Lacs)
B. Administrative Expenses		
(a) Insurance	85.23	35.45
(b) Rates and Taxes	13.64	3.89
(c) Directors' Travelling	20.02	14.99
(d) Charity and Donations	3.11	2.47
(e) CSR Expenses	33.25	20.47
(f) Payment to Auditors		
– Audit Fees	2.00	2.00
– Reimbursement of Expenses	0.10	0.10
(g) Misc. Expenses W/off	1.20	2.00
(h) Rent	0.00	15.60
(i) Advertisement	0.82	0.96
(j) Other Miscellenous Expenses	168.33	148.87
	327.69	246.79
C. Selling Expenses		
(a) Commission	179.78	141.97
(b) Claims and Rebates	3.00	3.63
(c) Freight, Forwarding and Octroi	286.78	185.00
(d) Expenses on Export Sales:		
Ocean Freight	243.57	358.88
Commission	361.72	369.86
Others	348.01	295.57
(e) Other Selling Expenses	11.99	11.69
	1434.84	1366.60
D. Other Expenses		
Loss on Sale/Discard of Fixed Assets	5.48	0.00
	5.48	0.00
	7560.95	5493.66

27. EMPLOYMENT BENEFIT PLANS

The company has complied with Accounting Standard 15(Revised 2005) and the required disclosure are given here under:

(a) Defined Benefit Plans - Gratuity

Particulars	As at 31st March, 2020 (Rs. in Lacs)	As at 31st March, 2019 (Rs. in Lacs)
(i) Reconciliation of opening and closing balance of defined benefit obligation		
a) At the beginning of the year	49.59	34.81
b) Interest cost	3.82	2.74
c) Current service cost	11.83	10.96
d) Benefits paid	-	(0.39)
e) Actuarial (gain)/loss on obligation	1.70	1.46
f) Defined Benefits obligations at the year end	66.94	49.59
(ii) Reconciliation of Opening and Closing Balances of Fair value of plan assets		
a) At the beginning of the year	49.59	34.81
b) Expected return on plan assets	2.66	2.66
c) Employer contributions	16.97	15.61
d) Fund Management Charges	(2.28)	(1.40)
e) Benefits paid	-	(0.39)
f) Actuarial gain/(loss) on plan assets and opening difference	-	(1.70)
g) Fair value of plan assets at the year end	66.94	49.59
(iii) Reconciliation of the present value of obligation and assets		
a) Present value of obligation as at the end of the period	66.94	49.59
b) Fair value of plan assets at the end of the period	66.94	49.59
c) Amount recognized in Balance Sheet(a-b-c)	-	-
(iv) The total Expenses recognised in the statement of profit & Loss during the year		
a) Current service cost	11.83	10.96
b) Interest cost	3.82	2.74
c) Expected return on plan assets	(2.62)	(2.66)
d) Net actuarial (gain)/ loss recognized in the period	3.94	1.56
e) Expenses recognized in the statement of profit & losses	16.97	12.61

Particulars	As at 31st March, 2020 (Rs. in Lacs)	As at 31st March, 2019 (Rs. in Lacs)
(v) Investment Details of Plan Assets:		
Gratuity Fund Trust	Policy NO 101000476	Investment with LIC of India
(vi) There are no amount included in the fair value of plan assets for		
(a) Company's own financial instruments		
(b) Property occupied by or other assets used by the company		
(vii) Principal Actuarial Assumptions at the Balance Sheet date		

Particulars	As at 31st March, 2020	As at 31st March, 2019
(a) Discount Rate	6.78% per annum	7.70% per annum
(b) Expected Rate of Return on Plan Assets	6.80% per annum	7.70% per annum
(c) Future Salary Increase	5.00% Per annum	5.00% Per annum

The estimates of future salary increase considered in actuarial valuation, take account of inflation, seniority promotion and other relevant factors, such as supply and demand in the employment market. The above information is certified by the actuary. The actual return on plan assets for the year and estimate of contribution for the next year as per actuarial valuation is as under:

S. No.	Particulars	Actual Return	Estimate of Contribution for next Year
			(Rs. in Lacs)
a)	Gratuity	2.66	10.38

(viii) Experience Adjustment:	As at 31st March, 2020	As at 31st March, 2019
a) Defined Benefit Obligation	66.94	49.58
b) Plan Assets	66.94	49.58
c) Surplus/(deficits)	-	-
d) Experience Adjustment on Plan Liabilities (loss)/gain	(0.13)	(0.85)
e) Experience Adjustment on Plan Assets (loss)/gain	(2.23)	(0.10)

(b) Defined Contribution Plans

Amount recognized as an expenses

(Rs. in Lacs)

Particulars	2019-20	2018-19
Employers Contribution to Provident Fund	84.53	43.02

28. Earning Per Share

The basic and diluted earnings per share have been calculated as per AS-20 by dividing net profit for the year attributable to equity shareholder by the weighted average number of equity share as under:

(Rs. in Lacs)

Particulars	2019-20	2018-19
Net Profit after tax	207.81	1708.63
Net Profit available to equity shareholders	207.81	1708.63
Average No.of Equity Share outstanding during the year (Nos.)	16500000	16347751
Basic and Dilutive earning per share in Rupees	1.26	10.45

29. Contingent Liabilities not provided for in respect of :

(Rs. in Lacs)

Particulars	2019-20	2018-19
Service Tax Demand	16.63	21.20
VAT Tax Demand	19.87	20.19

30. COVID-19- The Plant operations of the company were under shutdown due to lockdown imposed by Government from 22nd March, 2020 to 20th April, 2020. In view of the unprecedented COVID-19 pandemic and economic forecasts, the Management has assessed the recoverability of its assets including receivables & inventories. In such assessment, the Company has considered internal and external information upto the date of approval of these financial statements including economic forecasts. The Company has performed analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements and the company will continue to closely monitor any material changes to future economic conditions. Management continues to monitor the impact that the COVID-19 pandemic is having on the Textile Industry & Company and the economies in which the Company operates.

31. Due to nation wise lockdown, plant was under complete shutdown during 22nd March, 2020 to 20th April, 2020, hence physical verification of stocks could not be carried out on balance sheet date. The same was carried out on resumption of plant operations and stock as on balance sheet date is calculated by roll back procedures.

32. The Company hedges its export realizations through foreign exchange derivative & hedge contracts in the normal course of business so as to reduce the risk of exchange fluctuations. No foreign exchange derivative & hedge contracts are taken / used for trading or speculative purpose. Following the principles of prudence, the company has not accounted for gain during the current year, computed on mark to market basis on the foreign exchange derivative & hedge contracts, outstanding as on 31st March, 2020.

33. Related party disclosure in accordance with the accounting standard 18 issued by the ICAI is given below:

i. Enterprises that directly or indirectly through one or more intermediaries, control or are controlled by or are under common control with the reporting enterprises (this includes holding companies, subsidiaries and fellow subsidiaries).

None

ii. Associate

None

iii. Individuals owning directly or indirectly, an interest in the voting power of the reporting enterprises that gives them control or significant influence over the enterprise, and relatives of any such individual - None

iv. Key management personnel and their relatives

- a. Shri J.C. Laddha
- b. Shri Varun Laddha
- c. Smt. Sunita Laddha
- d. Smt. Tanisha Laddha
- e. J C Laddha HUF
- f. Varun Laddha HUF

v. Enterprises over which any person described in (i) or (iv) is also to exercise significant influence.

Sr.No.	Company's Name
1.	RSWM Ltd.
2.	Elcon Finvest & Enterprises Private Limited
3.	Lagnam Spintex Limited
4.	BSL Limited

- vi. Transaction with related parties: The following transactions were carried out with the related parties in the ordinary course of business:

For the parties referred to in item (iv) above

Particulars	2019-20 (Rs. in Lacs)	2018-19 (Rs. in Lacs)
a) With Managing Director		
i) Remuneration - Salary	59.63	81.36
- Other perquisites	1.95	0.15
ii) Rent	-	3.00
iii) Interest	0.31	0.67
b) With Directors		
i) Remuneration - Salary	104.91	124.71
- Other perquisites	3.90	4.99
ii) Rent	-	12.60
iii) Interest	-	0.12

For the parties referred to in (v) above

Particulars	2019-20 (Rs. in Lacs)	2018-19 (Rs. in Lacs)
a) Sales	2226.61	1529.99
b) Trade Receivable	6.00	7.55
c) Interest Paid	0.00	2.68

34. Previous year figures regrouped and rearranged wherever found necessary to make those comparable the same with current year.
35. Additional information pursuant to Part II of Schedule III of the Companies Act, 2013, to the extent applicable:

(a) **Installed Capacity (As Certified by the Management)**

Description	As at 31st March, 2020	As at 31st March, 2019
Rotors	2208	2208
Ring Spindles	28560	28560
Ring Spindles (Compact Spinning)	43776	43776
Knitting Machines (Nos.)	18	18
Solar Power Plant (MW)	1.74	1.74

(b) Raw Material Consumed

Description	2019-20		2018-19	
	MT	(Rs.in Lacs)	MT	(Rs.in Lacs)
Cotton/Comber	30531.51	36633.79	23856.32	29235.17
Polyster	1150.97	947.18	1251.41	1198.07
Yarn	67.58	257.83	6.91	31.89
Total	31750.06	37838.80	25114.64	30465.13

(c) Details of Imported & Indigenous Raw Material and Spare Parts and Components Consumed:

Description	2019-20		2018-19	
	(Rs.in Lacs)	Percentage	(Rs.in Lacs)	Percentage
(i) Raw Material				
Imported	2611.92	6.90	-	-
Indigenous	35226.88	93.10	30465.13	100.00
Total	37838.80	100.00	30465.13	100.00
(ii) Stores & Spares				
Imported	150.59	23.18	159.22	33.01
Indigenous	499.08	76.82	323.10	66.99
Total	649.67	100.0	482.32	100.00

(d) FOB Value of export
(Rs.in Lacs)

Description	As at 31st March, 2020	As at 31st March, 2019
FOB Value	18204.43	19965.73

(e) Value of imports calculated on CIF basis in respect of:
(Rs.in Lacs)

Description	As at 31st March, 2020	As at 31st March, 2019
Machineries	78.29	4488.54
Spare Parts	126.88	173.12
Raw Material	4221.26	-

(f) Other Expenditure in Foreign Currency :

Sr. No.	Particulars	2019-20 (Rs. in Lacs)	2018-19 (Rs. in Lacs)
1	Travelling Expenses	3.32	2.01
2	Commission/Claims/Ocean Freight		
	– Commission	190.20	189.12
3	Others	5.39	1.93
	Total	198.91	193.06

As per our attached report of even date

For SSMS & Associates

Chartered Accountants

Firm Registration No. 019351C

(Satish Somani)

Partner

Membership No.076241

For and on behalf of the Board

Place : Bhilwara
Date : 30.05.2020

(J.C.Laddha)
Chairman
(DIN - 00118527)

(Varun Laddha)
Managing Director
(DIN - 01635880)

(Yogesh Kumar Singhal)
Company Secretary
(M.No. ACS 37705)



SUDIVA

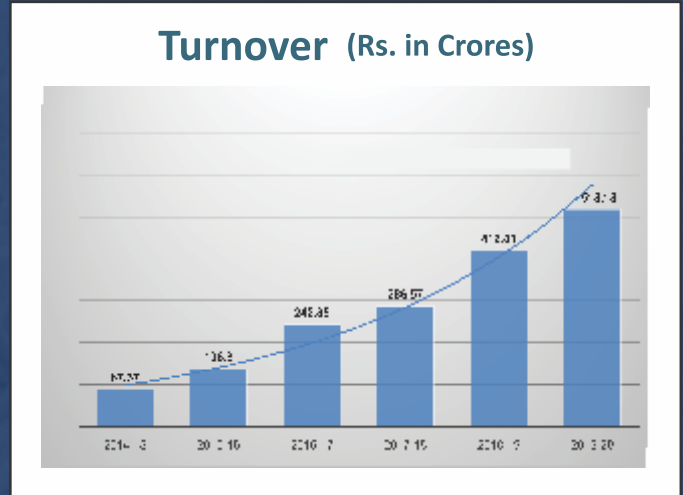
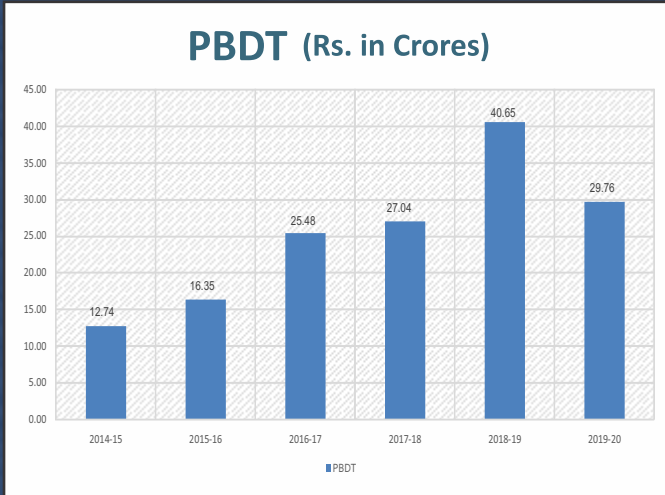
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SUDIVA SPINNERS PRIVATE LIMITED

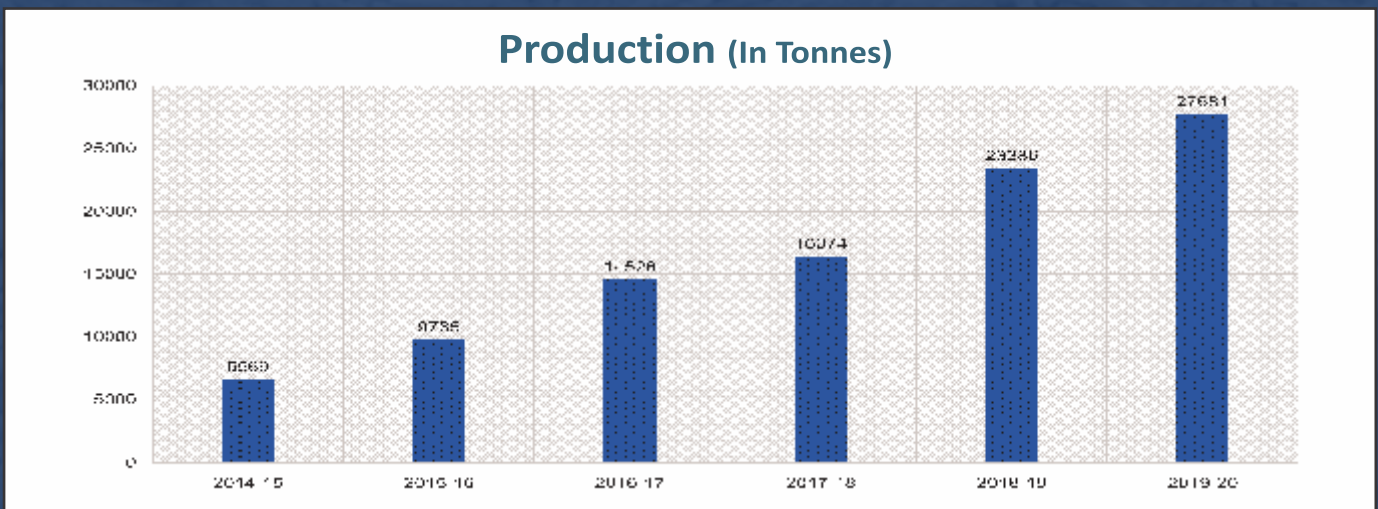
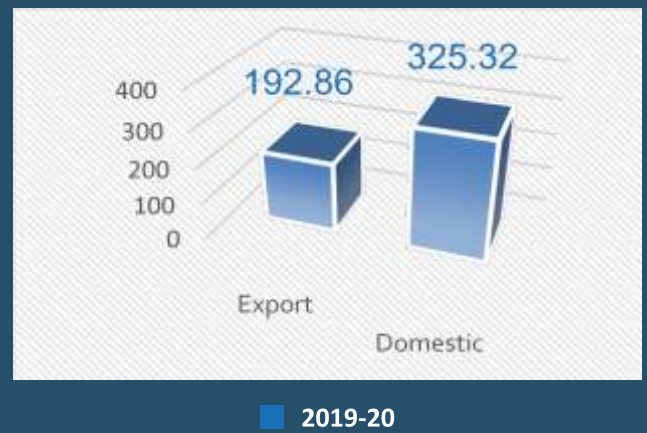
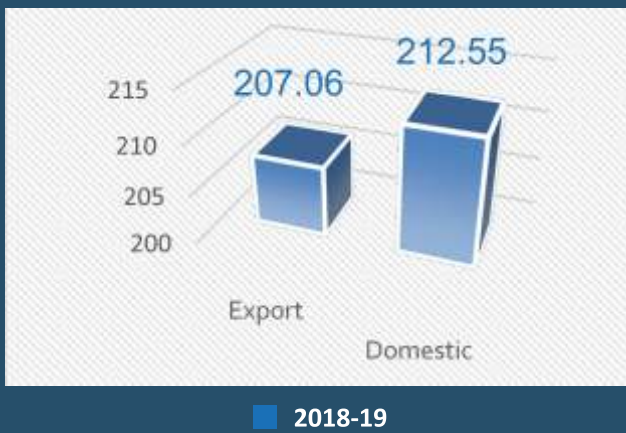
Labour Cultural and Welfare Activities



PERFORMANCE



Geographical Revenue (Rs. in Crores)





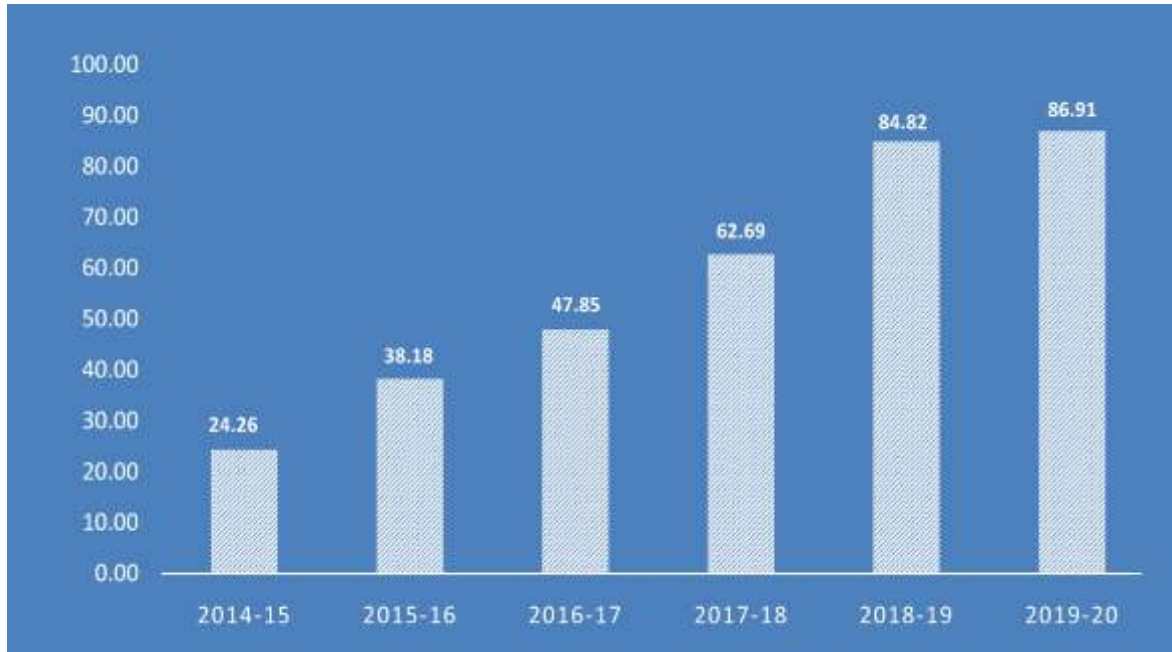
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SUDIVA SPINNERS PRIVATE LIMITED

PERFORMANCE

Net Worth (Rs. in Crores)



Gross Block & Net Block (Rs. in Crores)

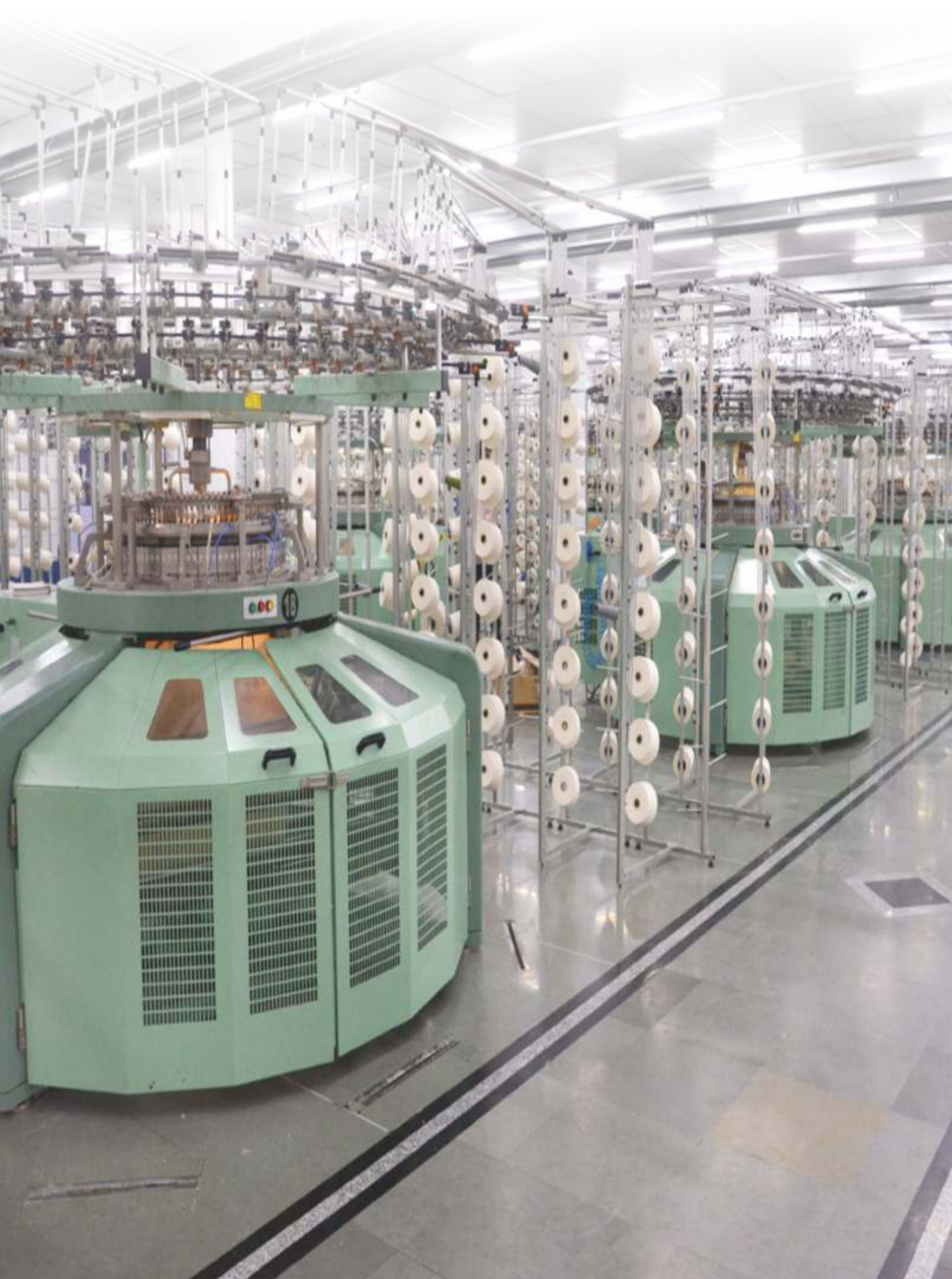


Plantation



Fire Safety Training





SUDIYA SPINNERS PRIVATE LIMITED

91 KM Stone, NH-79, Village - Dhunwalia
Post - Sareri, Dist. - Bhilwara - 311024