

**34TH
ANNUAL REPORT
2021-22**

SUN FINLEASE (GUJARAT) LIMITED
(CIN - L65910GJ1988PLC010293)

SUN FINLEASE (GUJARAT) LIMITED

Company Information

BOARD OF DIRECTORS:

Mr. Parag P. Shah	Chairman & Managing Director
Mr. Paras K. Sharma	Independent Director
Mrs. Bhargavi V. Talati	Independent Director
Mr. Mahendar Patel*	Non-Executive Director
Ms. Binaben Pravinkumar Panchal**	Non-Executive Director

*Mr. Mahendar Patel has resigned w.e.f 28.10.2021

**Ms. Binaben Panchal appointed w.e.f. 28.10.2021

CHIEF FINANCIAL OFFICER:

Mr. Nitin B. Shah

COMPANY SECRETARY:

Mr. Avinash G. Bhojwani

STATUTORY AUDITORS:

M/s. Devpura Navlakha & Co.
Chartered Accountants
401, Ashoka Complex,
Near Golden Triangle,
S.P. Stadium Road, Navrangpura,
Ahmedabad- 380014

SECRETARIAL AUDITOR:

M/s. Ravi Kapoor & Associates
Practicing Company Secretaries
4th floor, Shaival Plaza,
Gujarat College Road
Ellisbridge, Ahmedabad - 380 006

REGISTERED OFFICE:

3, Ravipushp Apartment,
B/s Navneet House,
Memnagar,
Ahmedabad – 380 052
(Gujarat)

REGISTRAR AND SHARE TRANSFER AGENTS:

Bigshare Services Pvt. Ltd.

1st Floor, Bharat Tin Works Building,
Opp. Vasant Oasis, Makwana Road,
Marol, Andheri East,
Mumbai - 400 059, Maharashtra
Tel: 022 62638200
Fax: 022 62638299
E-mail: investor@bigshareonline.com

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SUN FINLEASE (GUJARAT) LIMITED

(CIN: L65910GJ1988PLC010293)

Regd. Office: 3, Ravipushp Apartment, B/s. Navneet House, Memnagar, Ahmedabad-380052.

Tel.: (079) 2749 6313 Email id: sfgl.1988@gmail.com Website: www.sfgl.in.net

NOTICE

NOTICE is hereby given that the 34th Annual General Meeting of the Members of **SUN FINLEASE (GUJARAT) LIMITED** will be held on **Thursday, 29th Day of September, 2022 at 04:00 p.m.** through Video Conferencing or Other Audio / Visual Means. The following business will be transacted at the meeting:-

ORDINARY BUSINESS:

- (1) To receive, consider, and adopt financial statements of the Company for the year ended on 31st March, 2022 including the Audited Balance Sheet as at 31st March, 2022 and the Statement of Profit & Loss and Cash flow statement for the year ended on 31st March, 2022 and the reports of the Directors' and the Auditors' thereon.
- (2) To appoint a director in place of Mr. Parag P. Shah (DIN: 00228965) who retires by rotation and being eligible; offers himself for re-appointment.

SPECIAL BUSINESS:

- (3) To regularise Ms. Binaben Pravinkumar Panchal, Additional Director having DIN: 09377039 as Director of the Company. To consider the below resolution as an **Ordinary Resolution**

"RESOLVED THAT pursuant to Section 152 and other applicable provisions if any, of the Companies Act, 2013 and the rules made thereunder Ms. Binaben Pravinkumar Panchal (DIN: 09377039), who was appointed as an Additional Director by the Board of Directors on 28th October, 2021 pursuant to the provisions of Section 161(1) of the Companies Act, 2013 and the Articles of Association of the Company and whose term of office expires at this Annual General Meeting and pursuant to the recommendation of Nomination and Remuneration Committee and Board and in respect of whom the Company has received a notice in writing under Section 160 of the Act, from a member of the Company proposing her candidature for office of Director be and is hereby appointed as Director of the Company, liable to retire by rotation."

Regd. Office:

**3, Ravipushp Apartment,
B/S Navneet House,
Memnagar,
Ahmedabad-380052, Gujarat
PLACE: Ahmedabad
Date: 14.08.2022**

**By Order Of Board Of Directors
For Sun Finlease (Gujarat) Limited**

**PARAG P. SHAH
(Chairman & Managing Director)
DIN: 00228965**

NOTES :

1. In view of the global outbreak of the Covid-19 pandemic, social distancing is a norm to be followed. Accordingly, the Ministry of Corporate Affairs (MCA), vide its General Circular No. 14/ 2020 dated April 8, 2020 and 17/ 2020 dated April 13, 2020, followed by General Circular No. 20/2020 dated May 5, 2020 read with General Circular No.02/2021 dated January 13, 2021 has permitted the holding of the Annual General Meeting ("AGM" or "meeting"), through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM"), without the physical presence of the Members at a common venue. Further the ministry of Corporate Affairs (MCA), vide its General Circular No. 2/2022 allowed companies whose AGMs are due in the Year 2022, to conduct their AGMs on or before 31st December, 2022 in accordance with the requirements laid down in Para 3 and Para 4 of the General Circular No. 20/2020 dated 05.05.2020. Members participating through the VC/OAVM shall be reckoned for the purpose of quorum under Section 103 of the Companies Act, 2013 ("Act"). In accordance with the said circular of MCA, SEBI and applicable provisions of the Companies Act, 2013 (the 'Act') and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'SEBI Listing Regulations'), the 34th AGM of the Company shall be conducted through VC/OAVM (hereinafter called 'AGM'). Central Depository Services (India) Limited ("CDSL") will be providing facility for voting through remote e-voting, participation in the AGM through VC/OAVM facility and e-voting during the AGM. The procedure for participating in the meeting through VC/OAVM is explained at Note No. 27 below.
2. In terms of sections 101 and 136 of the Act, read with the rules made thereunder, the listed companies may send the notice of AGM and the annual report, including financial statements, boards' report, etc. by electronic mode. Pursuant to the said provisions of the Act read with aforesaid MCA Circulars, SEBI Circular dated 12th May 2020, 15th January 2021 and 13th May, 2022, Notice of 34th AGM along with the Annual Report for FY2022 is being sent only through electronic mode to those members whose email addresses are registered with the Company/depositories. Members may note that the Notice of the 34th AGM and Annual Report for FY2022 will also be available on the Company's website at www.sfgl.in.net, website of the stock exchange i.e., www.mse.in and on the website of CDSL at www.evotingindia.com. In this notice, the term member(s) or shareholder(s) are used interchangeably.

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3. The deemed venue for 34th AGM shall be the Registered Office of the Company at 3, Ravipushp Apartment, B/s. Navneet House, Memnagar, Ahmedabad-380052.
4. Pursuant to the provisions of Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from Friday, 23rd September, 2022 to Thursday, 29th September, 2022 (Both days Inclusive).
5. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.
6. To support the 'Green Initiative', the Company requests those Members who have not yet registered their e-mail address, to register the same directly with their DP, in case shares are held in electronic form and to the Company, in case shares are held in physical form. Further, members holding shares in electronic form are requested to notify the changes in the above particulars, if any, directly to their Depository Participants (DP).
7. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization etc., authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote through remote e-voting. The said Resolution/Authorization shall be sent to the Scrutinizer by email through its registered email address to ravi@ravics.com with a copy marked to sfgl.1988@gmail.com
8. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and pursuant to above mentioned MCA Circulars the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
9. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
10. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
11. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
12. Members seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company on or before Monday, September 19, 2022 (upto 05:00 P.M.) through email on sfgl.1988@gmail.com. The same will be replied by the Company suitably.
13. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.
15. MEMBERS HOLDING SHARES IN PHYSICAL FORMS ARE REQUESTED TO AVAIL DEMATERIALIZATION FACILITY.
16. Pursuant to Sections 101 and 136 of the Act read with the relevant Rules framed thereunder, the Annual Report for FY 2021-22 and the Notice of the AGM, inter-alia indicating the process and manner of Remote e-voting are being sent by e-mail to those Members who have registered their e-mail ID either with the Company or with the Depository unless the Member has requested for a hard copy of the same. For Members who have not registered their e-mail ID, physical copies of the Annual Report for FY 2021-22 and the Notice of the AGM, inter-alia, indicating the process and manner of Remote e-voting along with the attendance slip and will be sent in the permitted mode.
17. Pursuant to the "Green Initiative" taken by the Government, members are requested to register / update their e-mail IDs with the Company / Depository Participant / RTA which will be used for the purpose of sending the communications in future.
18. Notice of the AGM and Annual Report of the Company, is made available on the Company's website, <http://www.sfgl.in.net> for download.
19. As an austerity measure, copies of the Annual Report will not be distributed at the Annual General Meeting. Members are requested to bring their copy of Annual Report to the Meeting.
20. The Securities and Exchange Board of India ("SEBI") has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in electronic mode are, therefore, requested to submit their PAN to their DPs with whom they are maintaining their demat accounts. Members holding shares in physical mode can submit their PAN to the

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Company / Bigshare Services Pvt. Ltd. ("RTA").

21. Shareholders can register their complaints, if any, on an exclusively designated e-mail ID, sfgl.1988@gmail.com
22. The Company has appointed Mr. Ravi Kapoor, Practicing Company Secretary (Membership No. F2587) and Proprietor of M/s. Ravi Kapoor & Associates, Ahmedabad to act as the Scrutinizer for conducting the electronic voting process in a fair and transparent manner.
23. The Scrutinizer's decision on the validity of the vote shall be final.
24. Once the vote on a resolution stated in this notice is cast by shareholder through Remote e-voting, the shareholder shall not be allowed to change it subsequently and such e-vote shall be treated as final. The Members who have cast their vote by Remote e-voting may also attend the Meeting; however, such member shall not be allowed to vote again.
25. The Scrutinizer will submit his report to the Company after completion of the scrutiny and the Results will be declared by the Company on its website, <http://www.sfgl.in.net>, within 48 hours of the conclusion of the AGM.
26. In compliance with Section 108 of the Act, read with corresponding rules, and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Listing Regulations'), the Company has provided a facility to its members to exercise their votes electronically through the electronic voting (e-voting) service facilitated by the Central Depository Services India Limited (CDSL). Members who have cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again. The instructions for e-voting are annexed to the Notice. Information and instructions, including details of User ID and password relating to e-voting are provided in the Notice under Note No. 27.
27. **INFORMATION AND INSTRUCTIONS RELATING TO REMOTE E-VOTING:**

- (i) The voting period begins on Monday, 26th September, 2022 at 09.00 A.M. (IST) and ends on Wednesday, 28th September, 2022 at 05.00 P.M. (IST). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date Thursday, 22nd September, 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders should log on to the e-voting website www.evotingindia.com.
- (iii) Click on Shareholders.
- (iv) Now Enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (v) Next enter the Image Verification as displayed and Click on Login.
- (vi) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier voting of any company, then your existing password is to be used.
- (vii) If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN	Enter your 10 digit alpha-numeric PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> • Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is printed on Postal Ballot / Attendance Slip indicated in the PAN Field.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> • If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (iv).

- (viii) After entering these details appropriately, click on "SUBMIT" tab.
- (ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (x) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xi) Click on the EVSN for the relevant Sun Finlease (Gujarat) Limited on which you choose to vote.
- (xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the

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option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

- (xiii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvi) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- (xvii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xviii) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for android based mobiles. The m-Voting app can be downloaded from Google Play Store. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xix) Note for Non – Individual Shareholders and Custodians
 - Non-Individual shareholders (i.e. Other than Individuals, HUF, NRI etc.) and Custodian are required to log on to www.evotingindia.com and register themselves as Corporates.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the Scrutinizer to verify the same.
- (xx) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at www.evotingindia.com, under help section or write an email to helpdesk.evoting@cdslindia.com.

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

PROCESS AND MANNER FOR ATTENDING THE 34th AGM THROUGH ZOOM APP:

For a smooth experience of AGM proceedings, shareholders who are registered for the event are requested to download and install the Zoom application in advance on the device that you would be using to attend the meeting by clicking on the link <https://www.zoom.com/downloads.html/>. Shareholders also have an option to click on the URL provided to attend the meeting. Please read the instructions carefully and participate in the meeting. For any support, shareholders may also call the RTA on the dedicated number provided in the instructions.

1. Open the internet browser and launch the URL for Zoom Meeting and register with your following details:-
 - a. Demat Account Demat Account No. or Folio No.: Enter your 16-digit Demat Account No. or Folio Number registered with the Company.
 - b. PAN: Enter your 10-digit Permanent Account Number.
 - c. Mobile No.:
 - d. Email ID:
2. Click "Go to Meeting"
3. Members can log in and join 15 minutes prior to the schedule time of the AGM and window for joining the meeting shall be kept open till the expiry of 15 minutes after the scheduled time. The Company shall provide VC/OAVM facility to Members to attend the AGM. The said facility will be available for 1000 Members on first come first served basis. This will not include large Members (i.e. Members with 2% or more shareholding), promoters, institutional investors, directors, key managerial personnel, chairpersons of the audit committee, nomination & remuneration committee and stakeholders' relationship committee, auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. Member will be provided with a facility to attend the AGM through VC/OAVM through the CDSL e-Voting system. Members may access the same at <https://www.evoting.cdsl.com> under shareholders/members login by using the remote e-voting credentials. The link for VC/OAVM will be available in shareholder/members login where the EVSN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of CDSL.

SUN FINLEASE (GUJARAT) LIMITED

- Members can submit questions in advance with regard to the financial statements or any other matter to be placed at the AGM, from their registered email address, mentioning their name, DP ID and Client ID number /folio number and mobile number, to reach the Company's email address sfgl.1988@gmail.com at least 48 hours in advance before the start of the meeting i.e. by 04:00 p.m. September 29, 2022. Such questions by the Members shall be taken up during the meeting or replied within 7 days from AGM date by the Company suitably.

INSTRUCTIONS FOR SHAREHOLDERS/MEMBERS TO SPEAK DURING THE AGM THROUGH ZOOM:

- Shareholders who would like to speak during the meeting must register their request mentioning their name, demat account number/ folio number, email id, mobile number at sfgl.1988@gmail.com, atleast 48 hours prior to the date of AGM.
- Speakers will only be allowed to express their views/ask questions on first come first served basis during the meeting. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
- Shareholders who would like to ask questions, may send the same in advance mentioning their name, demat account number/folio number, email id, mobile number at sfgl.1988@gmail.com at least 48 hours prior to the date of AGM. The same will be replied by the Company suitably.
- Shareholders will get confirmation on first come first served basis depending upon the provision made by the Company.
- Shareholders will receive 'speaking serial number' once they mark attendance for the meeting. Shareholders are requested to speak only when Moderator of the meeting will announce the name and serial number for speaking.
- Please remember 'speaking serial number' and start your conversation with panelist by switching on audio of your device.
- Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

INSTRUCTIONS FOR SHAREHOLDERS TO VOTE DURING THE AGM THROUGH ZOOM APP:

Once the electronic voting is activated by the Scrutinizer/Moderator during the meeting, shareholders who have not exercised their vote through the remote e-voting can cast the vote as under:-

- On the shareholders VC page, click on the link for e-Voting 'Cast your vote'.
- Enter Demat Account No./Folio No. and OTP (received on the registered mobile number/ registered Email ID) received during registration for Zoom Meeting and click on 'Submit'.
- After successful login, you will see 'Resolution Description' and against the same the option 'Favour/Against' for voting.
- Cast your vote by selecting appropriate option i.e. as 'Favour/Against' as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.
- After selecting the appropriate option i.e. as desired 'Favour/Against' and you have decided to vote, click on 'Save'. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Confirm', else to change your vote, click on 'Back' and accordingly modify your vote.
- Once you confirm your vote on the Resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders present at the AGM through Zoom Meeting facility and who have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting facility during the meeting but till the expiry of 15 minutes after the AGM is over.

Shareholders who have voted through remote e-voting prior to the AGM will be eligible to attend/participate in the AGM through Zoom Meeting. However, they will not be eligible to vote again during the meeting.

Shareholders are encouraged to join the AGM through Tablets/Laptops connected through broadband for better experience. Shareholders are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the currency of the AGM.

Please note that shareholders connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate such kind of glitches. In case shareholders have any queries regarding e-voting, they can address them to zoommeeting@cdsl.co.in or call on (blank space to fill as and when we get the confirmation for designated number).

Regd. Office:
3, Ravipushp Apartment,
B/S Navneet House,
Memnagar,
Ahmedabad-380052, Gujarat
PLACE: Ahmedabad
Date: 14.08.2022

By Order Of Board Of Directors
For Sun Finlease (Gujarat) Limited

PARAG P. SHAH
(Chairman & Managing Director)
DIN: 00228965

SUN FINLEASE (GUJARAT) LIMITED

EXPLANATORY STATEMENT UNDER SECTION 102 OF THE COMPANIES ACT, 2013 (“THE ACT”)

Ms. Binaben Pravinkumar Panchal (DIN: 09377039) was appointed as an Additional Director w.e.f. 28th October, 2021 in accordance with the provisions of Section 161 of the Companies Act, 2013 read with the Articles of Association.

She has a rich experience of over 10 years having worked in multinational Advisory firms as well as Corporates.

Pursuant to Section 161 of the Companies Act, 2013, the above Director holds office up to the date of ensuring Annual General Meeting of the Company. The Board is of the view that the appointment of Ms. Binaben Pravinkumar Panchal on the Company's Board is desirable and would be beneficial to the Company and hence it recommends the said resolution No. 3 for approval by the members of the Company.

None of the Directors, except Ms. Binaben Panchal and relatives of Directors and Key Managerial Personnel and their relatives is directly or indirectly concerned or interested in above resolution.

Information about Director Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the details of the Directors eligible for the appointment and re-appointment are as follows:

Name of the Director	Binaben Pravinkumar Panchal	Mr. Parag Shah
Director Identification Number (DIN)	09377039	00228965
Father's Name	Nathalal Panchal	Mr. Priyakant Shah
Date of Birth	08/11/1968	13/09/1961
Age of Director	54	61
Educational Qualifications	Graduate	Graduate
Experience/ Expertise	10 Years	20 Years
Date of Appointment as Director	28/10/2021	10/01/2000
Designation of Director	Non Executive Director	Managing Director
Remuneration paid	NA	19,25,998
Remuneration sought to be paid	NA	NA
Terms and conditions of appointment	NA	NA
Relationship with other directors and with Manager and KMP of the Company	None	None
Directorship in listed entities (Other than Sun Finlease (Gujarat) Limited)	NA	NA
Committee membership in listed entities	-Audit Committee -Nomination & Remuneration Committee	NA
Shareholding (No. of equity shares)	NA	100
Chairman / Director of other Companies	NA	NA
No. of Board Meetings attended during the year	03 Board Meetings	12 Board Meetings
Name of Companies along with listed entities from which the person has resigned in the past three years.	NA	NA
Skills and capabilities required for the role and the manner in which the proposed person meets such requirements	NA	NA

Regd. Office:

**3, Ravipushp Apartment,
B/S Navneet House,
Memnagar,
Ahmedabad-380052, Gujarat
PLACE: Ahmedabad
Date: 14.08.2022**

**By Order Of Board Of Directors
For Sun Finlease (Gujarat) Limited**

**PARAG P. SHAH
(Chairman & Managing Director)
DIN: 00228965**

SUN FINLEASE (GUJARAT) LIMITED

(CIN: L65910GJ1988PLC010293)

DIRECTORS' REPORT

To,
The Members,
SUN FINLEASE (GUJARAT) LIMITED

Your Directors have pleasure in presenting the 34th Annual Report together with audited accounts of the Company for the financial year ended on March 31, 2022 (F.Y 2021-22).

1. FINANCIAL RESULTS:

The summary of the Company's financial performance for F.Y. 2021-22 compared to the previous F.Y. 2020-21 is given below:

(Amount. in ₹)

Particulars	Current Financial Year (31.03.2022)	Previous Financial Year (31.03.2021)
Revenue from operations (Net) and other income	51,00,273	2,35,03,960
Profit/(Loss) before Prior period items and Tax	(73,61,360)	(9,843)
Less: Current Tax		
Less: Deferred Tax	(35,38,073)	27,37,562
Less : MAT Credit entitlement		
Less : MAT Credit reversal		
Less: Earlier Years Tax & Deferred Tax	-	4,931
Profit / (Loss) after tax	(38,23,287)	(27,52,336)
Balance Brought Forward from Previous Year from profit and loss statement	1,17,03,981	1,44,27,348
Profit Available for appropriation	78,80,694	(1,16,75,012)
APPROPRIATIONS		
Interim Equity Dividend	-	-
Proposed Final Equity Dividend	-	-
Tax on Equity Dividends	-	-
Previous Year Tax on Dividends	-	-
Transfer to General Reserve	-	-
Transfer to Statutory Reserve	-	-
Surplus carried to the next year's account	78,80,694	1,44,27,348

2. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTUS:

During the year under review, the Company recorded total income of ₹ 51,00,273/- against ₹ 2,35,03,960/- in the previous year. The Company has incurred the loss of ₹ 38,23,287/-. Nevertheless, your Directors are hopeful for more positive results in the coming years.

3. DIVIDEND:

During the year under review, your Directors do not recommend any Dividend for the year 2021-22, in view of the loss incurred by the Company.

4. RESERVES:

During the year under review, the Company has incurred the loss and hence no Amount has been transferred to Statutory Reserves as required under Section 45-IC of the Reserve Bank of India Act, 1934.

5. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY:

There have been no material changes and commitments, if any, affecting the financial position of the Company which has occurred between the ends of the financial year of the Company to which the financial statements relate and the date of the report.

SUN FINLEASE (GUJARAT) LIMITED

6. INTERNAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The Company has adequate systems of internal control procedures which are commensurate with the size and nature of its business. The internal control systems of the Company are monitored and evaluated by the internal auditors and their audit reports are periodically reviewed by the Audit Committee of the Board of Directors. The observations and comments, if any, of the Audit Committee are also generally placed before the Board.

7. SUBSIDIARY, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company does not have any Subsidiary/ Joint Venture/ Associate concerns, and hence, no financial positions of such concern(s) are required to be included in the financial statements.

8. DEPOSITS:

The Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

9. DIRECTORS AND KEY MANAGERIAL PERSONNEL (KMP):

In accordance with the provisions of Section 152(6) and Articles of Association of the Company, Mr. Parag P. Shah (DIN: 0028965), Managing Director, Director, will retire by rotation at the ensuing Annual General Meeting of the Company and being eligible, offers himself for re-appointment. The Board recommends his appointment.

During the year Mr. Mahendra Patel has resigned as a Director of the Company and Ms. Binaben Panchal was appointed as an Additional Director of the Company. Further during the year Mr. Avinash Bhojwani and Ms. Twinkle Chheda have resigned as a Company Secretary of the Company and Ms. Avani Patel was appointed as Company Secretary of the Company.

There were no other changes in Directorship and KMP of the Company.

10. DECLARATION FROM INDEPENDENT DIRECTORS:

The Company has received declarations from Mrs. Bhargavi V. Talati and Mr. Paras K. Sharma that they meet with the criteria of independence as prescribed under Sub-section (6) of Section 149 of the Companies Act, 2013.

11. DIRECTORS' RESPONSIBILITY STATEMENT:

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, state the following that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) 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 i.e. at 31st March, 2022 and of the profit and loss of the company for that period;
- (c) 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;
- (d) the Directors had prepared the annual accounts on a going concern basis; and
- (e) the Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) 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.

12. ANNUAL EVALUATION BY THE BOARD OF ITS OWN PERFORMANCE, ITS COMMITTEES AND INDIVIDUAL DIRECTORS:

The Company has devised a Policy for performance evaluation of the Board, Committees and other individual Directors (including Independent Directors) which includes criteria for performance evaluation of the Non-Executive Directors and Executive Directors. The evaluation process inter alia considers attendance of Directors at Board and committee meetings, acquaintance with business, communicating inter-se board members, effective participation, domain knowledge, compliance with code of conduct, vision and strategy, benchmarks established by global peers, etc., which is in compliance with applicable laws, regulations and guidelines.

The Board carried out annual performance evaluation of the Board, Board Committees and Individual Directors and Chairman. The Chairman of the respective Board Committees shared the report on evaluation with the respective Committee members.

SUN FINLEASE (GUJARAT) LIMITED

The performance of each Committee was evaluated by the Board, based on report on evaluation received from respective Board Committees. The reports on performance evaluation of the Individual Directors were reviewed by the Chairman of the Board.

13. WEBLINK OF THE ANNUAL RETURN:

The Annual Return for the financial year 2021-22 pursuant to Section 92(3) of the Companies Act, 2013, is placed on website of the Company and the same can be accessed on the Weblink i.e: www.sfgl.in.net

14. WHISTLE BLOWER POLICY/VIGIL MECHANISM:

The Company promotes ethical behavior in all its business activities and has put in implementation of a mechanism wherein the employees are free to report illegal or unethical behavior, actual or suspected fraud or violation of the Company's Codes of Conduct or any improper activity to the Chairman of the Audit Committee of the Company. The Whistle Blower Policy has been appropriately communicated within the Company. Under the Whistle Blower Policy, the confidentiality of those reporting violation(s) is protected and they are not subject to any discriminatory practices. No personnel have been denied access to the Audit Committee.

15. BOARD MEETINGS:

During the Financial Year 2021-22, Twelve (12) Board Meetings were held and the details of the dates of Board Meetings are as mentioned below:

Sr. No	Date	Sr. No	Date	Sr. No	Date	Sr. No	Date
1.	19.04.2021	2.	11.05.2021	3.	12.06.2021	4.	15.06.2021
5.	01.08.2021	6.	14.08.2021	7.	01.09.2021	8.	13.10.2021
9.	28.10.2021	10.	13.11.2021	11.	10.12.2021	12.	12.02.2022

Name of Director	Total Number of Board Meeting	No of Meeting Attended
Mr. Parag P Shah	12	12
Mrs Bhargavi Talati	12	12
Mr. Paras Sharma	12	12
Mr. Mahendar Patel*	12	09
Mrs Binaben Panchal**	12	03

*Mr. Mahendar Patel has resigned w.e.f 28.10.2021

**Ms. Binaben Panchal appointed w.e.f. 28.10.2021

16. COMMITTEES:

i) Audit Committee:

The Committee comprises of Mrs. Bhargavi V. Talati, Chairperson and Independent Non-Executive Director, Mr. Paras K. Sharma, Independent Non-Executive Director, Mrs. Binaben Panchal, Non executive Director

During the Financial Year 2021-22, Four (4) Audit Committee Meetings were held; the dates of which are as follows:

Sr. No.	Date	Sr. No.	Date
1.	15.06.2021	2.	14.08.2021
3.	13.11.2021	4.	12.02.2022

Name of Director	No of Audit Committee Meeting	No of Audit Committee Meeting Attended
Mrs Bhargavi Talati	04	04
Mr. Paras Sharma	04	04
Mr. Mahendar Patel	04	02
Mrs Binaben Panchal	04	02

ii) Stakeholders' Relationship Committee:

The Committee comprises of Mrs. Bhargavi V. Talati, Chairperson and Independent Non-Executive director, Mr. Paras K. Sharma, Independent Non-Executive director, Mrs. Binaben Panchal, Non Executive Director.

SUN FINLEASE (GUJARAT) LIMITED

During the Financial Year 2021-22, Four (4) Stakeholders' Relationship Committee meetings were held; the dates of which are as follows:

Sr. No.	Date	Sr. No.	Date
1.	19.04.2021	2.	05.07.2021
3.	05.10.2021	4.	04.01.2022

Name of Director	No of Meeting Held	No of Meeting Attended
Bhargavi Talati	04	04
Mr Paras Sharma	04	04
Mr Mahendar Patel	04	04

iii) Remuneration Policy & Nomination and Remuneration Committee:

The Company's policy relating to the appointment of directors, positive attributes, independence of directors, remuneration and other related matters as provided in Section 178(3) of the Companies Act, 2013 is available on <http://www.sfgl.in.net/policy>.

Nomination and Remuneration Committee comprises of Mrs. Bhargavi V. Talati Chairperson and Independent Non-Executive director, Mr. Paras K. Sharma, Independent Non-Executive director and Mrs. Binaben Panchal, Non Executive Director

During the Financial Year 2021-22, Six (6) Nomination and Remuneration Committee meetings were held; dates of which are as follows:

Sr. No.	Date	Sr. No.	Date
1.	15.06.2021	2.	14.08.2021
3.	26.08.2021	4.	12.10.2021
5.	19.10.2021	6.	12.02.2022

Name of Director	No of Meeting Held	No of Meeting Attended
Ms. Bhargavi Talati	06	06
Mr. Paras K Sharma	06	06
Mr. Mahendar Patel*	06	05
Ms Binaben Panchal**	06	01

*Mr. Mahendar Patel has resigned w.e.f 28.10.2021

**Ms. Binaben Panchal appointed w.e.f 28.10.2021

Independent Director's Committee:

During the Financial Year 2021-22, 1 (one) Independent Director's Committee meeting was held dated 14.08.2021.

Name of Director	No of Meeting Held	No of Meeting Attended
Bhargavi Talati	01	01
Mr Paras Sharma	01	01

17. AUDITORS:

Appointment of Statutory Auditors

M/s. Devpura Navlakha & Co., Chartered Accountants, Ahmedabad (Firm Registration No.: 121975W), were appointed as Statutory Auditors of the Company, to hold office till the conclusion of the 36th Annual General Meeting to be held in the year 2024.

Details in Respect of Fraud, if any, reported by Auditors:

There have been no frauds reported during the Financial Year ended March 31, 2022.

Internal Auditor:

The Company has appointed M/s. Parikh & Amin Associates., Chartered Accountants, Mumbai (Firm Registration No. 107520W), as an internal auditor of the Company for the financial year 2021-22

Secretarial Auditor:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board on the recommendations of the Audit Committee, has appointed Mr. Gaurav Vesasi, Company Secretary in Practice to undertake the Secretarial Audit of the Company for the financial year ended March 31, 2022. Secretarial Audit Report issued by Mr. Gaurav Vesasi, Company Secretaries, in form MR-3 forms part of this report.

SUN FINLEASE (GUJARAT) LIMITED

18. EXPLANATION OR COMMENTS ON AUDITORS REPORT AND SECRETARIAL AUDITORS REPORT:

i) Statutory Auditor's Report:

There are no qualifications, reservations or adverse remarks or disclaimer in the Statutory Audit Report issued by the Statutory Auditors of the Company.

ii) Secretarial Audit Report:

There are no qualifications, reservations or adverse remarks or disclaimer in secretarial audit report issued by the company secretary in practice. Secretarial Audit Report is attached to this report.

19. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The details required under the provisions of the section 134(3) (m) of the Companies Act, 2013 regarding conservation of Energy and Technology Absorption are not applicable as the company is not carrying out any manufacturing operation. The details of foreign exchange earnings and outgo are as follows:

Foreign exchange earnings and Outgo:

Foreign Exchange Earning : ₹ Nil.

Foreign Exchange Outgo : ₹ Nil.

20. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS BY THE COMPANY:

Since the Company is a Non-Banking Financial Company registered with the RBI, the disclosures pertaining to Loans, Guarantees and Investments as covered under the provisions of Section 186 of the Companies Act, 2013 are not applicable.

21. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

During the period under review, there were no material transactions between the Company and the related parties as defined under Section 188 of the Companies Act, 2013. Accordingly there were no transactions that were required to be reported in Form AOC-2.

22. PARTICULARS OF EMPLOYEES:

Pursuant to the provisions of Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, your Company has no employee who was in receipt of remuneration in excess of limits specified in such rules. The Company has not paid any remuneration to the Directors of the Company.

(i) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year 2020-21.	Name of Director	Designation	Ratio to median remuneration of the Employees
	Mr. Parag P. Shah	Executive Managing Director	Nil
	Mr. Paras K. Sharma	Non-Executive Director/ Independent Director	Nil
	Mrs. Bhargavi V. Talati	Non-Executive Director/ Independent Director	Nil
	*Mr. Mahendar Patel	Non-Executive Director	Nil
	**Mrs. Binaben P. Panchal	Non-Executive Director	Nil
(ii) The percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer and Company Secretary in the financial year 2021-22.	<p>Increase in Remuneration of Directors & KMP is as follows:</p> <p>** In the Previous Financial year (i.e.2020-21) remuneration paid to Mr. Parag P. Shah (Managing Director) from 01.04.2020 to 31.03.2021 was ₹ 4,57,200/- and during the Current Financial Year (i.e.2021-22) remuneration paid to Mr. Parag P. Shah from 01.04.2021 to 31.03.2022 was ₹ 5,68,400/-.</p> <p>There was increase of 24.32% in the remuneration payable to him.</p> <p>*** In the Previous Financial year (i.e.2020-21) remuneration paid to Mr. Nitin B. Shah (Chief Financial Officer) from 01.04.2020 to 31.03.2021 was ₹ 5,65,200/- and during the Current Financial Year (i.e. 2021-22) remuneration paid to Mr. Nitin B. Shah from 01.04.2021 to 31.03.2022 was ₹7,12,800.</p> <p>There was increase of 26.11% in the remuneration payable to him.</p> <p>**** In the Previous Financial year (i.e. 2020-21) remuneration paid to Mr. Avinash G. Bhojwani was ₹88,679/- and during the Current Financial Year (i.e. 2021-22) Remuneration paid to Mr. Avinash G. Bhojwani was ₹2,88,200/-, Salary of Avani Patel - ₹ 19,000/- *6 = ₹ 114,000/-, Salary of Avinash G. Bhojwani - 26,500 * 5 = ₹ 132,500/-, Salary of Twinkle Chheda - 19,000 * 1 = ₹ 19,000/-</p>		

SUN FINLEASE (GUJARAT) LIMITED

(iii) The percentage increase in the median of employees in the financial year 2021-22:	Nil
(iv) The number of permanent employees on the roll of the Company	6
(v) average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	The average percentage increase in salaries of employees other than the managerial personnel in the last financial year was Nil
(vi) Affirmation that the remuneration is as per the remuneration policy of the Company.	It is affirmed that the remuneration is as per the Remuneration Policy of the Company.

* Mr. Mahendra Patel has resigned w.e.f. 28.10.2021

** Ms. Binaben Panchal appointed w.e.f. 28.10.2021

Information as per Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

- a) The Company does not have any employees who is drawing remuneration in excess of limit prescribed under section 197(12) of the Companies Act, 2013 read with Rule 5 (2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.
- b) The statement containing the names of top ten employees will be made available on request sent to the Company on sfgl.1988@gmail.com.

23. CORPORATE GOVERNANCE:

As per the provisions of Regulation 15(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Corporate Governance requirements are not applicable to our Company, as the Company has not attained the prescribed limit as mentioned hereunder:

As per the Regulations 17 to 27 (including both regulations) and clauses (b) to (i) of Sub-regulation (2) of regulation 46 and Para C, D and E of Schedule V, it shall not apply in respect of the companies having paid up equity share capital not exceeding ₹ 10.00 crores (Rupees Ten Crores) and net worth not exceeding ₹ 25.00 crores (Twenty Five Crores) as on the last day of the previous financial year (i.e. 2021-22).

24. CORPORATE SOCIAL RESPONSIBILITY (CSR):

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable to the Company.

25. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

There are no significant or material orders passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations in future.

26. CHANGE IN THE NATURE OF BUSINESS, IF ANY:

During the year under review, the Company has not commenced any new business activity.

27. MANAGEMENT DISCUSSION & ANALYSIS REPORT:

Pursuant to Regulation 34 and Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Management Discussion and Analysis Report is as follows:

INDUSTRY OVERVIEW:

The Company is engaged in the business of investment in shares & securities and providing loans and advances. The Company is registered as Non-deposit taking Non-Banking Finance Company with the Reserve Bank of India. Since the asset size of the company is not more than ₹ 500 crores, it is presently Non Systemically Important Non Deposit taking NBFC.

SUN FINLEASE (GUJARAT) LIMITED

NBFCs have been playing a complementary role to the other financial institutions including banks in meeting the funding requirements of the economy. They help in filling the gaps in the availability of financial services that otherwise occur in the unbanked & the underserved areas.

NBFCs have played a critical role as a key contributor to the economy by providing a fillip to infrastructure, employment generation, wealth creation and access to financial services to the rural and weaker sections of the society. The health and success of the NBFC sector has far-reaching implications on the inclusive development of the economy, financial inclusion of diverse population segments, capital formation and eventually the growth in GDP.

The NBFC segment has witnessed considerable growth in the last few years and is now being recognized as complementary to the banking sector due to implementation of innovative marketing strategies, introduction of tailor-made products, customer-oriented services, attractive rates of return on deposits and simplified procedures, etc

BUSINESS:

The Company is engaged in the business of investment in securities and providing loans and advances. The Company is registered as Non-deposit taking Non-Banking Financial Company with the Reserve Bank of India. Since the asset size of the company is not more than ₹ 500Crores it is presently Non Systemically Important Non Deposit taking NBFC.

OPPORTUNITIES & THREATS:

Opportunities:

The Indian economy has been on a positive trajectory in the amount of formal credit deployed, supplemented by rising consumer disposable income and ease of access to credit. However, despite overall credit growth, India still remains under-penetrated in retail and MSME lending, with household credit to GDP ratio lagging several major emerging and developed economies. The opportunity has driven several non-banks to enter the retail lending space, through the use of innovative lending models and product innovation.

Threats:

The emergence of new-age digital lenders has further intensified the competition for NBFCs in the market. Primarily FinTech companies, these digital lenders are attempting to gain a share of the lucrative opportunity in the Indian lending market through their mastery of data and technology. These start-ups conduct off-balance sheet and on-balance sheet lending; powered by innovative processes to deliver a captivating customer experience, quick turnaround time, reduced fees and increased transparency. The threat posed by such lenders is seen in the form of an estimated market share of nearly INR70 trillion over the next five years.

Business conditions continue to be challenging and Business growth will depend on the recovery of the global economies. The growth of the Company is subject to opportunities and threats as are applicable to the industry from time to time.

OUTLOOK:

From the reports available in public domain, it is believed that the global economic recovery is in its way. It is only hoped that the growth momentum gathers, steam soon and fast.

SEGMENT WISE OR PRODUCT WISE PERFORMANCE:

At present the Company is carrying out its operations in only one segment,namely;Dealing in Shares and Securities (Finance & Investment).

RISKS & AREAS OF CONCERN:

With recent events increasing scrutiny on NBFCs and their operations, it is imperative for them to build robust risk and governance models as they grow their lending business;some of the risks that they need to manage include credit risk, vendor risk, conducting periodic compliance reviews, performing quality control checks to ensure process adherence and information integrity.

The Company is exposed to specific risks that are particular to its businesses and the environment within which it operates, including capital market volatility, economic cycle, and credit risk. The Company manages these risks by maintaining a conservative financial profile and by following prudent business and risk management policies.

INTERNAL FINANCIAL CONTROL SYSTEMS AND ADEQUACY:

The Company has disciplined approach to costsand follows prudential norms in every sphere of its activities. The Profit making is put at the center of decision making. The costs are budgeted, reviewed and monitored. The Company has established internal control systems for ensuring optimum use of resources and safeguarding the assets. The Internal Control Systems and procedure are adequate and commensurate with the size of the Company. These business control procedures ensure efficient use and protection of the resources and compliance with the policies, procedures and status.

HUMAN RESOURCE / INDUSTRIAL RELATIONS:

The Company recognizes the importance and contribution of its human resources for its growth and development and is committed to the development of its people. The Company has cordial relations with employees and staff. There were no HR relations problems during the year and the Company does not anticipate any material problems on this count in the current year.

SUN FINLEASE (GUJARAT) LIMITED

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Key Financial Ratios:

The key financial ratios and details of significant changes in these ratios, to the extent applicable, as required by SEBI (LODR) (Amendment) Regulations, 2018 are given below:

Key Financial Ratios	Year 2021-22	Year 2020-21
(i) Debtors Turnover	N.A	N.A.
(ii) Inventory Turnover	N.A	N.A.
(iii) Interest Coverage Ratio	N.A	1.22
(iv) Current Ratio	7.22	5.06
(v) Debt Equity Ratio	N.A	0.07
(vi) Operating Profit Margin (%) or sector-specific equivalent ratios, as applicable.	1.01%	30.62%
(vii) Net Profit Margin (%) or sector-specific equivalent ratios, as applicable.	N.A	0.59%
(viii) details of any change in Return on Net Worth as compared to the immediately previous financial year along with a detailed explanation	N.A.	N.A.

Details of any change in Return on Net Worth as compared to the immediately previous financial year along with a detailed explanation thereof.

Cautionary Statement:

The statements in Management Discussion and Analysis Report describing our Company's objectives, expectations or predictions may be forward looking within the meaning of applicable regulations and other legislations. Actual results may differ materially from those expressed in the statement. Important factors that could influence Company's operations include global and domestic financial market conditions affecting the interest rates, availability of resources for the financial sector, market for lending, changes in regulatory directions issued by the Government, tax laws, economic situation and other relevant factors.

28. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

To foster a positive workplace environment, free from harassment of any nature, we have institutionalized the Anti-Sexual Harassment Initiative (ASHI) framework, through which we address complaints of sexual harassment at all the workplaces of the Company. Our policy assures discretion and guarantees non-retaliation to complainants. We follow a gender-neutral approach in handling complaints of sexual harassment and we are compliant with the law of the land where we operate. We have also constituted a Special Complaints Committee to consider and address sexual harassment complaints in accordance with the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. To that effect, during the year under review, there were no incidences of sexual harassment reported.

29. RISK MANAGEMENT POLICY:

A statement indicating development and implementation of a risk management policy for the Company including identification therein of elements of risk, if any, which is in the opinion of the Board may threaten the existence of the Company.

30. ACKNOWLEDGEMENTS:

Your Directors wish to convey their appreciation to all the employees of the Company for their enormous personal efforts as well as their collective contribution to the Company's performance. The Directors would also like to thank all the stakeholders involved including the shareholders, bankers, Government and all the other business associates for the continuous support given by them to the Company and their confidence in its management.

3, Ravipushp Apartment,
B/S Navneet House,
Memnagar,
Ahmedabad-380052, Gujarat
PLACE: Ahmedabad
Date: 14.08.2022

By Order Of Board Of Directors
For Sun Finlease (Gujarat) Limited

PARAG P. SHAH
(Chairman & Managing Director)
DIN: 00228965

SUN FINLEASE (GUJARAT) LIMITED

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st March, 2022

[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
SUN FINLEASE (GUJARAT) LIMITED

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by SUN FINLEASE (GUJARAT) LIMITED (hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company, during the audit period covering the financial year ended on 31st March, 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2022 and verified the provisions of the following acts and regulations and also their applicability as far as the Company is concerned during the period under audit:

- i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii) The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the rules made thereunder;
- iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv) The Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings to the extent of their applicability to the Company;
- v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulation, 2015
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - (d) Securities And Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
 - (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Debt Securities) Regulations, 2021;
 - (f) The Securities and Exchange Board of India (Registrar to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with clients;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
- vi) Provisions of Reserve Bank of India Act, 1934 are specifically applicable to the Company.

I have also examined compliance with applicable clauses of the following

1. Secretarial Standards issued by the Institute of Company Secretaries of India.
2. Provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

SUN FINLEASE (GUJARAT) LIMITED

I further report that:

- i) The Board of Directors of the Company is duly constituted with proper balance of Executive Director, Non-Executive Directors and Independent Directors. Changes took place in the composition of the Board of Directors during the period under review are in compliance with Companies Act 2013.
- ii) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- iii) All decisions at Board Meetings & Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or the Committees of the Board, as the case may be.

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

I further report that during the audit period there are no specific events / actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above except as provided in the report.

Place: Ahmedabad
Date: 17.05.2022

Gaurav Vesasi
Company Secretary in practice
FCS No. 7544
C P No.: 21460
UDIN: F007544D000331824

This report is to be read with my letter of even date which is annexed as Annexure-A and forms an integral part of this report.

SUN FINLEASE (GUJARAT) LIMITED

Annexure-A

To,
The Members,
Sun Finlease (Gujarat) Limited

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

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

Place: Ahmedabad
Date: 17.05.2022

Gaurav Vesasi
Company Secretary in practice
FCS No. 7544
C P No.: 21460
UDIN: F007544D000331824

SUN FINLEASE (GUJARAT) LIMITED

INDEPENDENT AUDITOR'S REPORT

To the Members of **SUN FINLEASE (GUJARAT) LIMITED**

REPORT ON THE AUDIT OF THE IND AS FINANCIAL STATEMENTS

Opinion

We have audited the financial statement of SUN FINLEASE (GUJARAT) LIMITED ("the company"), which comprise the balance sheet as at 31st March 2022, and the statement of Profit and Loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (herein referred to as "Ind AS financial statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the matter so required and give a true and fair view in conformity with the state of affairs of the Company as at March 31 2022, and loss including other comprehensive income, its cash flow and (the change in equity) for the year ended on that date.

Basis for the 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 there under, 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 on Ind AS financial Statements.

Key Audit Matter

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We report that there are no key audit matters.

Information other than the standalone Ind AS financial statements and auditors' report thereon

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 financial statements and our auditors' report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained 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. Based on the representations received from the Company's Management and Board of Directors, we expect to receive the 'Other Information' subsequent to the date of our audit report. Accordingly, we are unable to comment on any inconsistencies or uncorrected misstatements, if any, in such 'Other Information'.

Management's Responsibility for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity 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 charged with governance are also responsible for overseeing the Company's financial reporting process.

SUN FINLEASE (GUJARAT) LIMITED

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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.

- 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.
- 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 auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

- 1) As required by the Companies (Auditor's Report) Order, 2020 ("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 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 including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Indian Accounting Standards) Rules, 2015, as amended
 - e) On the basis of the written representations received from the directors as on 31st March 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g) In our opinion, the managerial remuneration for the year ended 31 March 2022 has been paid/provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;

SUN FINLEASE (GUJARAT) LIMITED

- 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 did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - ii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For & behalf of Devpura Navlakha & Co.
FRN-121975W
Chartered Accountants

CA Ashwini Devpura
(Partner)
Membership No. : 047390
UDIN-22047390AJCWLT5476

Place : Ahmedabad
Date : 17.05.2022

SUN FINLEASE (GUJARAT) LIMITED

Annexure A referred to in paragraph (1) under the heading 'Report on other legal and regulatory requirements' of our report of even date

I. In respect of Property, Plant and Equipment:

- a) (A) The company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
(B) The company is not having any intangible assets as on 31/03/2022, therefore paragraph 3(i) (B) of the order is not applicable.
- b) As explained to us, majority of the fixed assets have been physically verified by the management during the year and there is a regular program of verification which, in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
- c) According to the information and explanations given by the Management, the company is not having any immovable property, therefore paragraph 3(i)(c) of the order is not applicable.
- d) On the basis of information and explanation given to us and records examined, the company has not revalued its Property, Plant and Equipment during the year.
- e) On the basis of information and explanation given to us, there is no any proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under

II. In respect of Inventories :

- a) The Company's business does not involve inventories in physical form and, accordingly, the requirements under clause 3(ii) (a) of the Order are not applicable to the company.
- b) The company has not been sanctioned working capital limits from banks & financial institution and, accordingly, the requirements under clause 3(ii) (b) of the Order are not applicable to the company.

III. The company has not made any investment or provided any guarantee or security or granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act., therefore , paragraph 3 (iii) (a) to (f) of the Order are not applicable.

IV. Based on our audit procedures and on the basis of information and explanations given to us by the management, provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security have been complied with.

V. In our opinion and according to the information and explanations given to us, the company has not accepted any deposits and therefore paragraph 3 (v) of the order is not applicable.

VI. According to Information and explanation given to us the Central Government of India has not prescribed the maintenance of cost records under Section 148 (1) of the Act for any of the services rendered by the Company.

VII. (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Duty of Customs, Cess, Goods & Service Tax and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2022 for a period of more than six months from the date on when they become payable.

(b) There is no any statutory dues referred to in sub-clause (a) have not been deposited on account of any dispute as at March 31, 2022.

VIII. According to the information and explanations given to us, there is no any scrutiny tax assessments, search and survey , under the Income Tax Act, 1961 has held during the year and therefore paragraph 3 (viii) of the order is not applicable.

IX. (a) In our opinion and according to the information and explanations given to us, the company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender therefore paragraph 3 (ix) (a) of the order is not applicable .

(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the company has not been declared wilful defaulter by any bank or financial institution or any other lender, therefore paragraph 3 (ix) (b) of the order is not applicable ..

(c) The company has not taken any term loan during the year therefore paragraph 3 (ix) (c) of the order is not applicable.

(d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

SUN FINLEASE (GUJARAT) LIMITED

- (f) According to the information and explanations given to us and procedures performed by us, we report that during the year the company has not raised loans on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- X. (a) Based upon the audit procedures performed and the information and explanations given by the management, during the year, the company has not raised moneys by way of initial public offer or further public offer including debt instruments.
- (b) During the year, the company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year and accordingly paragraph 3 (x) (b) of the order is not applicable.
- XI. (a) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the company or on the company has been noticed or reported during the period.
- (b) There is no any report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (e) As represented to us by the management, there are no whistle blower complaints received by the company during the year".
- XII. In our opinion and according to the information and explanations given to us the Company is not a Nidhi Company. Therefore, the paragraph 3 (xii) (a to c) of the order is not applicable.
- XIII. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in notes to Standalone Ind AS Financial Statements as required by the applicable accounting standards.
- XIV. (a) In our opinion and based on our examination, the company has an internal audit system commensurate with the size and nature of its business
- (b) We have considered the internal audit reports of the company, for the period under audit.
- XV. According to the information and explanations given to us and based on our examination of the records of the company, the company has not entered into any non-cash transactions with directors or persons connected with him, therefore paragraph 3 (xv) of the order is not applicable.
- XVI. (a) The Company is registered as Non-Banking Financial Institution (NBFI) and is holding a certificate of registration (COR) from Reserve Bank of India to carry on business of NBFI in terms of Sec 45-IA of the RBI Act, 1934.
- (b) According to the information and explanations given to us, the company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid CoR from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (c) The company is a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, However it an exempted from registration requirement with RBI because of asset size do not have more than ₹100 Crores.
- (d) As per information provided in course of our audit, the group to which the company belongs has 2 CIC's (including SFGL) as defined in the core investment companies (Reserve Bank) Directions, 2016.
- XVII. The company has incurred cash losses in the financial year (FY 2021-22) of ₹ 46.07 Lacs and in the immediately preceding financial year (FY 2020-21) the company has not made cash losses.
- XVIII. During the year, there has been no resignation of the statutory auditors, therefore, clause 3 (xviii) of the order is not applicable.
- XIX. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- XX. The provision of section 135 of the companies Act, 2013 is not applicable to the company, therefore. Paragraph 3 (xx) (a & b) of the order is not applicable.
- XXI. This report deals with standalone financial statement, therefore paragraph 3 (xxi) of the order is not applicable.

For & behalf of Devpura Navlakha & Co.
FRN-121975W
Chartered Accountants

CA Ashwini Devpura
(Partner)
Membership No. : 047390
UDIN-22047390AJCWLT5476

Place : Ahmedabad
Date : 17.05.2022

SUN FINLEASE (GUJARAT) LIMITED

Annexure B referred to in paragraph 2(f) under the heading 'Report on other legal and regulatory requirements' of our report of even date

Report on Internal Financial Controls under Clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 (the 'Act')

We have audited the internal financial controls over financial reporting of Sun Finlease (Gujarat) Limited (the 'Company') as of 31 March 2022 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management's responsibility for internal financial controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the 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 Act.

Auditor's responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting with reference to these Ind AS financial statements 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 as specified under section 143(10) of the Act, to the extent 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 with reference to these Ind AS financial statements 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 over financial reporting with reference to these Ind AS financial statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these Ind AS financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of internal financial controls over financial reporting with reference to these Ind AS Financial Statements

A Company's internal financial control over financial reporting with reference to these Ind AS financial statements 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 with reference to these Ind AS financial statements includes those policies and procedures that:

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

Inherent limitations of internal financial controls over financial reporting with reference to these Ind AS Financial Statements

Because of the inherent limitations of internal financial controls over financial reporting with reference to these Ind AS financial statements, 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 with reference to these Ind AS financial statements to future period subject to the risk that the internal financial control over financial reporting with reference to these Ind AS financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls over financial Reporting with reference to these Ind AS financial statements and such internal financial controls over financial Reporting with reference to these Ind AS financial statements were operating effectively as at 31 March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

SUN FINLEASE (GUJARAT) LIMITED

(CIN: L65910GJ1988PLC010293)

Regd. Office: 3, Ravipushp Apartment, B/s. Navneet House, Memnagar, Ahmedabad-380052.

Tel.: (079) 2749 6313 Email id: sfgl.1988@gmail.com Website: www.sfgl.in.net

BALANCE SHEET AS AT MARCH 31, 2022

(Amount in Lakhs.)

Sr. No.	Particulars	Note No	As at March 31, 2022	As at March 31, 2021
ASSETS:				
I	Financial assets			
	(a) Cash and cash equivalent	5	15.69	11.26
	(b) Loans	6	1.68	1.68
	(c) Investments	7	147.28	57.66
	(d) Other financial assets	8	265.62	271.06
	Total Financial Assets		430.27	341.66
II	Non Financial Asset			
	(a) Property Plant and Equipment	9	15.98	19.26
	(b) Deferred Tax Assets	10	8.46	-
	(c) Other Non Financial Assets	11	7.99	170.82
	Total Non Financial Assets		32.43	190.08
	Total Assets		462.70	531.74
LIABILITIES AND EQUITY:				
LIABILITIES				
I	Financial Liabilities			
	(a) Other Payables			
	(i) Total outstanding dues of micro enterprise and small enterprise		-	-
	(ii) Total outstanding dues of creditors other than above	12	0.01	0.89
	(b) Other financial Liabilities	13	0.16	0.07
	Total Financial Liabilities		0.17	0.96
II	Non Financial Liabilities			
	(a) Provisions	14	3.30	6.39
	(a) Deferred Tax liabilities	10	-	26.92
	Total Non Financial Liabilities		3.30	33.31
III	Equity			
	(a) Equity share capital	15	303.34	303.34
	(b) Other Equity	16	155.89	194.13
	Total Equity		459.23	497.47
	Total Liabilities and Equity		462.70	531.74
	Significant accounting policies	2		

The accompanying notes from 5 to 40 are an integral part of the financial statements.

In terms of our report attached
For Devpura Navlakha & Co.
Chartered Accountants
FRN-121975W

Ashwini devpura
(Partner)
Membership No:047390
UDIN:22047390AJCWL5476

Place : Ahmedabad
Date : 17/05/2022

For and on behalf of the Board of Directors of
SUN FINLEASE (GUJARAT) LIMITED

Parag P. Shah
Director
DIN 00228965

Nitin B. Shah
Chief Financial Officer

Bhargavi V. Talati
Director
DIN 03069724

Avani Patel
Company Secretary
Membership No. : A66815

SUN FINLEASE (GUJARAT) LIMITED

(CIN: L65910GJ1988PLC010293)

Regd. Office: 3, Ravipushp Apartment, B/s. Navneet House, Memnagar, Ahmedabad-380052.

Tel.: (079) 2749 6313 Email id: sfgl.1988@gmail.com Website: www.sfgl.in.net

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022

(Amount in Lakhs)

Sr. No.	Particulars	Note No	Year ended March 31, 2022	Year ended March 31, 2021
Revenue From Operations				
(i)	Interest Income	18	37.69	50.76
(ii)	Dividend Income		2.30	0.03
(iii)	Net Gain/(loss) on financial instruments	19	4.94	177.83
(iv)	Net gain on fair value changes		4.53	-
I	Total Revenue from operations		49.46	228.62
II	Other Income	20	1.54	6.42
III	Total Income (I+II)		51.00	235.04
Expenses				
(i)	Finance Costs	21	20.83	123.36
(ii)	Net loss/gain on fair value changes		-	43.77
(iii)	Employee benefit expenses	22	31.46	24.01
(iv)	Depreciation, amortization and impairment	9	3.29	4.69
(v)	Others expenses	23	23.53	16.58
IV	Total Expenses		79.11	212.41
V	Profit/(Loss) before Exceptional items and tax (III-IV)		(28.11)	22.63
VI	Exceptional Items		(10.04)	(22.73)
VII	Prior Period expense		(35.47)	-
VIII	Profit/(Loss) before tax (V-VI-VII)		(73.62)	(0.10)
IX	Tax expense:			
	(A) Deferred Tax (Income)/ Expense	24	(35.38)	27.37
	(B) Provision for tax related to earlier years/ Excess Provision for tax		-	0.05
			(35.38)	27.42
X	Profit/(Loss) for the year (VIII-IX)		(38.24)	(27.52)
XI	Other comprehensive income		-	-
XII	Total comprehensive income for the year (X+XI)		(38.24)	(27.52)
XIII	Earnings/(Loss) per equity share			
	Basic (₹)	25	(1.26)	(0.91)
	Diluted (₹)	25	(1.26)	(0.91)
	Significant accounting policies	2		

The accompanying notes from 5 to 40 are an integral part of the financial statements.

In terms of our report attached
For Devpura Navlakha & Co.
 Chartered Accountants
 FRN-121975W

Ashwini devpura
 (Partner)
 Membership No:047390
 UDIN:22047390AJCWLT5476

Place : Ahmedabad
 Date : 17/05/2022

For and on behalf of the Board of Directors of
SUN FINLEASE (GUJARAT) LIMITED

Parag P. Shah
 Director
 DIN 00228965

Nitin B. Shah
 Chief Financial Officer

Bhargavi V. Talati
 Director
 DIN 03069724

Avani Patel
 Company Secretary
 Membership No. : A66815

SUN FINLEASE (GUJARAT) LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2022

(Amount in Lakhs)

Sr. No.	Particulars	Year ended March 31, 2022	Year ended March 31, 2021
A.	Cash Flow From Operating Activities		
	Net Profit/(Loss) Before Tax	(73.62)	(0.10)
	Add :Non operating and non cash items debited in P&L		
	Depreciation and Amortisation expense	3.29	4.69
	Provision	0.10	-
	Net Gain And Loss Fair Value chages	(4.53)	43.77
		(1.14)	48.46
	Less :Non operating and non cash items credited in P&L		
	Profit on Sale of car	-	0.04
	Interest on Income tax refund	0.96	6.42
		0.96	6.46
	Operating Profit Before Working Capital Changes	(75.72)	41.90
	(Increase) / Decrease in Financial Assets		
	Changes in Finacial Assets-Loans	-	478.23
	Changes in Other Financial Assets	5.43	(193.71)
	Changes in Other Financial Liabilities- Other payables	(0.89)	(0.80)
	Changes in Other financial liabilities	0.09	(9.07)
	Cash Generated From Operations	(71.09)	316.55
	Direct Taxes Paid	-	-
	Net Cash Inflow/(outflow) flow from operating activities (A)	(71.09)	316.55
B.	Cash Flow From Investing Activities		
	Sale of Fixed Assets	-	6.70
	Changes in Investment	(89.62)	-
	Dividend Income	2.30	-
	Net Cash Inflow/(outflow) flow from Investing activities (B)	(87.32)	6.70
C.	Cash Flow From Financing Activities		
	Changes in Non Financial Assets	162.84	(87.20)
	Proceeds/(Repayment) of Short Term Borrowings	-	(228.50)
	Net Cash Inflow/(outflow) flow from Financing activities (C)	162.84	(315.70)
	Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	4.43	7.55
	Add : Cash and Cash Equivalents as at 1 st April, 2021	11.26	3.71
	Cash and Cash Equivalents as at 30th September, 2021	15.69	11.26

SUN FINLEASE (GUJARAT) LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31ST MARCH 2022

Notes:

- 1 The above cash flow Statement has been Prepared under the “ Indirect Method” as set out in IND AS-7, “ Statement of Cash Flow”
- 2 Components of Cash & Cash Equivalents as under:

Particulars	Year ended March 31, 2022	Year ended March 31, 2021
(Amount in Lakhs)		
Cash and cash equivalents comprise of (Note-5)		
a. Balance with Banks		
(i) In Current Accounts	12.55	9.07
At the end of reporting period	12.55	9.07
b. Cash On Hand	3.14	2.19
Total	15.69	11.26

In terms of our report attached
For Devpura Navlakha & Co.
Chartered Accountants
FRN-121975W

Ashwini devpura
(Partner)
Membership No:047390
UDIN:22047390AJCWLT5476

Place : Ahmedabad
Date : 17/05/2022

For and on behalf of the Board of Directors of
SUN FINLEASE (GUJARAT) LIMITED

Parag P. Shah
Director
DIN 00228965

Nitin B. Shah
Chief Financial Officer

Bhargavi V. Talati
Director
DIN 03069724

Avani Patel
Company Secretary
Membership No. : A66815

SUN FINLEASE (GUJARAT) LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2022

A EQUITY SHARE CAPITAL

(1) Current reporting period

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period	
				As at March 31, 2021	As at March 31, 2022
	303.34	0	0	303.34	303.34

(Amount in Lakhs)

(2) Previous reporting period

Balance at the beginning of the current reporting period	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the current year	Balance at the end of the current reporting period	
	303.34	0	0	As at March 31, 2021	303.34
	303.34	0	0	As at March 31, 2021	303.34

(Amount in Lakhs)

B OTHER EQUITY

(1) Current reporting period

Particulars	Share application money pending allotment	Reserves and Surplus							Other comprehensive income	Money received against share warrants	Total
		Capital Reserve	Securities Premium	Other Reserves			Retained Earnings	Effective portion of cash flow hedges			
				Statutory Reserve	Debt Redemption Reserve	Capital Redemption Reserve					
Balance at the beginning of the current reporting period (as at April 01, 2021)	-	-	76.43	-	-	0.65	-	117.04	-	-	194.13
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	-	-	76.43	-	-	0.65	-	117.04	-	-	194.13
Profit for the year	-	-	-	-	-	-	-	(38.24)	-	-	(38.24)
Other comprehensive income for the year	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	-	-	(38.24)	-	-	(38.24)
Dividends (interim)	-	-	-	-	-	-	-	-	-	-	-
Dividends (final for the year ended March 31, 2021)	-	-	-	-	-	-	-	-	-	-	-
Transferred to/(from)	-	-	-	-	-	-	-	-	-	-	-
Any other change:											
Securities premium proceeds received on issue of equity shares	-	-	-	-	-	-	-	-	-	-	-
Share issue expenses	-	-	-	-	-	-	-	-	-	-	-
Money received against share warrants	-	-	-	-	-	-	-	-	-	-	-
Shares allotted during the year	-	-	-	-	-	-	-	-	-	-	-
Balance at the end of the current reporting period (as at March 31, 2022)	-	-	76.43	-	-	0.65	-	78.80	-	-	155.89

(Amount in Lakhs)

SUN FINLEASE (GUJARAT) LIMITED

Particulars	Share application money pending allotment	Reserves and Surplus							Other comprehensive income	Money received against share warrants	Total
		Capital Reserve	Securities Premium	Other Reserves				Retained Earnings			
				Statutory Reserve	Debt Redemption Reserve	Capital Redemption Reserve	General Reserve				
Balance at the beginning of the current reporting period (as at April 01, 2020)	-	-	-	76.43	-	0.65	-	144.27	-	-	221.36
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-	-	-	-	-
Restated balance at the beginning of the current reporting period	-	-	-	76.43	-	0.65	-	144.27	-	-	221.36
Profit for the year	-	-	-	-	-	-	-	(27.52)	-	-	(27.52)
Other comprehensive income for the year	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	-	-	(27.52)	-	-	(27.52)
Dividends (interim)	-	-	-	-	-	-	-	-	-	-	-
Dividends (final for the year ended March 31, 2020)	-	-	-	-	-	-	-	-	-	-	-
Transferred to/(from)	-	-	-	-	-	-	-	0.29	-	-	0.29
Any other change:	-	-	-	-	-	-	-	-	-	-	-
Securities premium proceeds received on issue of equity shares	-	-	-	-	-	-	-	-	-	-	-
Share issue expenses	-	-	-	-	-	-	-	-	-	-	-
Money received against share warrants	-	-	-	-	-	-	-	-	-	-	-
Shares allotted during the year	-	-	-	-	-	-	-	-	-	-	-
Balance at the end of the current reporting period (as at March 31, 2021)	-	-	-	76.43	-	0.65	-	117.04	-	-	194.13

In terms of our report attached
For Devpura Navlakhha & Co.
 Chartered Accountants
 FRN-121975W

Ashwini devpura
 (Partner)
 Membership No.:047390
 UDIN:22047390AJCWLT5476

Place : Ahmedabad
 Date : 17/05/2022

For and on behalf of the Board of Directors of
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 Chief Financial Officer

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 DIN 03069724

Avani Patel
 Company Secretary
 Membership No. : A66815

SUN FINLEASE (GUJARAT) LIMITED
NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS
AS AT AND FOR THE YEAR ENDED 31ST MARCH 2022

1. Corporate Information

Sun Finlease (Gujarat) Limited (“the Company”) is a listed company having Registered office at 3, Ravipushpa Apartment, B/s Navneet House, Memnagar , Ahmedabad-380052. The company is registered with Reserve Bank of India (“RBI”) as a Non-Deposit taking Non-Systematic Important Investment and Credit Company (“NBFC-ND-NSI-ICC”). The company is primarily engaged in business of investment in share & Securities. The Company has obtained permission from the Reserve Bank of India for carrying on the business of Non-Banking Financial Institutions on 19th March 1998 vide Regn No. 01.00120

The Financial Statements for the year ended March 31, 2022 are approved by the Board of Directors and authorised for issue on June 14, 2022.

2. Significant Accounting Policies

2.1 Basis of preparation:

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and notified under section 133 of the Companies Act, 2013 (the Act) and presented in the format prescribed in the Division III of Schedule III to the Companies Act, 2013 (“the Act”) applicable for Non-Banking Finance Companies (“NBFC”) along with other relevant provisions of the Act and the Master Direction – Non-Banking Financial Company (Reserve Bank) Directions, 2016 (‘the NBFC Master Directions’) issued by RBI.

2.2 Historical Cost Convention:

These financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and liabilities that are measured at fair values at the end of each reporting period, as stated in the accounting policies stated out below. The Financial statements have been prepared on a going concern basis. The Company presents its balance sheet in order of Liquidity.

2.3 Presentation of Financial Statements

The Company presents its financial statements to comply with Division III of Schedule III to the Companies Act, 2013 (which provides general instructions for the preparation of financial statements of a non-banking financial company (NBFC to comply with Ind AS) and the requirements of Ind AS.

Financial assets and financial liabilities are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognized amounts without being contingent on a future event, the parties also intend to settle on a net basis in the normal course of business.

2.4 Functional and Presentation Currency

The financial statements are presented in Indian Rupees, which are the functional currency of the Company and the currency of the primary economic environment in which the Company operates.

2.5 Summary of Significant Accounting Policies

The following are the significant accounting policies applied by the Company in preparing its financial statements consistently to all the periods presented.

2.6 Use of estimates and judgments

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

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

2.7 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and on hand and short-term deposit with original maturity up to three months, which are subject to insignificant risk of changes in value.

For the purpose of presentation in the statement of cash flows, cash and cash equivalents consists of cash at bank, cash on hand and short-term deposit, as defined as they are considered as integral part of company’s cash management.

SUN FINLEASE (GUJARAT) LIMITED

2.8 Loans and Advances

Loans and Advances are initially recognised at fair value. Subsequently, these assets are held at amortised cost, using the effective interest rate method (where the time value of money is significant) net of any expected credit losses.

2.9 Investments

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to P&L, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity. Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

2.10 Fair value measurement

The Company has an established control framework with respect to the measurement of fair values. The management regularly reviews significant unobservable inputs and valuation adjustments.

All financial assets and financial liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1- Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- Level 2- Valuation techniques for which the lowest level input that is significant to the fair value measurement indirectly or indirectly observable, or
- Level 3- Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

2.11 Financial Instruments

Financial instruments are any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial Assets

Initial Recognition and measurement

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis.

Subsequent measurement:

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

(a) Financial assets at FVTPL

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in the Statement of Profit and Loss.

(b) Financial assets at amortized cost

These assets are subsequently measured at amortized cost using the effective interest rate method. The amortized cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognized in the Statement of Profit and Loss. Any gain or loss on derecognition is recognized in the Statement of Profit and Loss.

(c) Equity investments at FVOCI

These assets are subsequently measured at fair value. Dividends are recognized as income in the Statement of Profit and Loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognized in Oceans are not reclassified to profit or loss.

Classification and subsequent measurement

Financial Asset

On initial recognition, a financial asset is classified and measured at

- Amortized Cost
- Fair Value Through Other Comprehensive Income (FVOCI); or
- Fair Value Through Profit and Loss (FVTPL)

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

SUN FINLEASE (GUJARAT) LIMITED

A financial asset is measured at amortized cost if it meets both of the following conditions and is not recognized as at FVTPL:

- The asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the company may irrevocably elect to present subsequent changes in the investment's fair value in Other Comprehensive Income (OCI) (designated as FVOCI– equity investment). This election is made on an investment by investment basis.

All financial assets not classified and measured at amortized cost or FVOCI as described above are measured at FVTPL. On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements to be measured at amortized cost or at FVOCI or at FVTPL, if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

Derecognition of Financial Assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Company enters into transactions whereby it transfers assets recognized on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognized.

Impairment of financial instruments

The Company recognises loss allowances using the Expected Credit Loss (ECL) model for the financial assets which are not Fair Value through Profit and Loss. Expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk or the assets have become credit impaired from initial recognition in which case, those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date is recognized as an impairment gain or loss in the Statement of Profit and Loss.

Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet when, and only when, there is a legally enforceable right to offset the recognised amount and there is intention either to settle on net basis or to realise the assets and to settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or counterparty.

Measurement of expected credit losses

Expected credit losses are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the Company in accordance with the contract and the cash flows which the Company expects to receive).

Presentation of allowance for expected credit losses in the balance sheet

Loss allowances, if any for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets.

2.12 Property, plant and equipment

Property, Plant and Equipments are stated at cost less accumulated depreciation, and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

On transition to IND AS, the company has elected to continue with the carrying value of all its property plant & equipment recognized as at 1 April 2018 measured as per previous GAAP and use that carrying value as deemed cost of property, plant and equipment.

Depreciation on Property, plant and equipment

Depreciable amount for property, plant and equipment is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on property, plant and equipment is provided on straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013. The estimated useful lives and residual values of the Property, plant and equipment are reviewed at the end of each financial year.

Derecognition of Property, plant and equipment

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the de-recognition of an item of property, plant and equipment is measured as the difference between the net disposal in proceeds and the carrying amount of the item and is recognized in the statement of profit and loss when the item is derecognized.

SUN FINLEASE (GUJARAT) LIMITED

2.13 Financial liabilities and equity instruments

Classification as debt or equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognized at the proceeds received, net of direct issue costs.

Trade and other payables

Trade and other payables are recognized at the transaction cost, which is its fair value, and subsequently measured at amortized cost.

De-recognition of financial liabilities

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

2.14 Borrowings

After initial recognition, interest-bearing borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Gains and losses on EIR amortisation and de-recognition are recognised in profit or loss. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of borrowing using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of loan to the extent that it is probable that some or all the facility will be draw down to the extent there is no evidence, the fee is capitalised as a payment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in statement of profit and loss as other income or other expenses.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long term loan arrangement on or before the end of reporting period with the effect that the liability becomes payable on demand on the reporting date, the Company does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statement for issue, not to demand payment as a consequence of the breach.

2.15 Provisions, contingent liabilities and contingent assets

The Company recognizes provisions when a present obligation (legal or constructive) as a result of a past event exists and it is probable that an outflow of resources embodying economic benefits will be required to settle such obligation and the amount of such obligation can be reliably estimated.

If the effect of time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of such obligation cannot be measured reliably. When there is a possible obligation or a present obligation in respect of which likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

Contingent assets are not recognized in the financial statements; however, they are disclosed where the inflow of economic benefits is probable. When the realization of income is virtually certain, then the related asset is no longer a contingent asset and is recognized as an asset.

2.16 Leases

Effective from 1st April, 2019 the company adopted Ind AS 116 "Leases" and applied the same the lease contracts existing on 1st April, 2019 using the modified retrospective approach, recognizing right of use asset and adjusted lease liability. Accordingly, comparatives for the year ended 31st March, 2019 and other periods disclosed have not been retrospectively adjusted. The effect of the adoption is not significant to the profit for the period.

SUN FINLEASE (GUJARAT) LIMITED

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets, and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

The Company as a Lessee

The Company leases its office premises. The Company previously classified these leases as operating leases under Ind AS 17 – Leases if, substantial portion of the risk and rewards of the ownership were retained by the lessor. Under Ind AS 116 – Leases, the Company recognises Right-of-Use (ROU) and lease liabilities for these leases i.e. these leases are on-balance sheet.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date and is discounted using the Company's incremental borrowing rate. Certain leases include lease and non-lease components, which are accounted for as one single lease component. Occupancy lease agreements, in addition to contractual rent payments, generally include additional payments for certain costs incurred by the landlord, such as maintenance expenses and utilities. To the extent these are fixed or determinable; they are included as part of the lease payments used to measure the lease liability.

Right of use assets are measured at their carrying amount at the commencement date and are discounted using the Company's incremental borrowing rate at the date of initial application. The Right of use assets are subsequently depreciated using the straight-line method from the commencement date to the end of the lease term.

Leases may include options to extend or terminate the lease which are included in the Right of Assets and Lease Liability when they are reasonably certain of exercise. The lease liability is premeasured when there is a change in one of the following:

- the Company's estimate of the amount expected to be payable under a residual value guarantee, or
- the Company's assessment of whether it will exercise a purchase, extension or termination option.

When the lease liability is premeasured, a corresponding adjustment is made to the carrying amount of the ROU asset, or is recorded in the Statement of Profit and Loss if the carrying amount of the ROU asset has been reduced to nil.

Short-term leases and leases of low-value assets

The Company has elected not to recognise Right of use and lease liabilities for leases of low-value assets and short-term leases. The Company recognises the lease payments associated with these leases as an expense over the lease term.

The Company as a Lessor.

When the Company is the lessor, the lease is classified as either a finance lease or an operating lease. A finance lease is a lease which confers substantially all the risks and rewards of the leased assets on the lessee. An operating lease is a lease where substantially all of the risks and rewards of the leased asset remain with the lessor.

Amounts due from lessees under finance leases are recorded as receivables. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the net investment outstanding in respect of the lease.

2.17 Revenue recognition

The Companies (Indian Accounting Standards) Amendment Rules, 2018 issued by the Ministry of Corporate Affairs (MCA) notified Ind AS 115 "Revenue from Contracts with Customers" related to revenue recognition which replaces all existing revenue recognition standards and provide a single, comprehensive model for all contracts with customers. The revised standard contains principles to determine the measurement of revenue and timing of when it is recognized. The amendment also requires additional disclosure about the nature, amount, timing and uncertainty of revenue and cash flows arising from customer contracts, including significant judgments and changes in those judgments as well as assets recognized from costs incurred to fulfil these contracts.

- A. Revenue - Revenue is measured at the fair value of consideration received or receivable. Revenue is recognized only when it can be reliably measured and it is probable that future economic benefits will flow to the Company.
- a) Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably.
 - b) Dividend income is recognized when the Company's right to receive dividend is established.

2.18 Borrowing costs

Borrowing costs attributable to the acquisition or construction of qualifying assets are capitalized as part of cost of such assets. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds and is measured with reference to the effective interest rate applicable to the respective borrowings.

Investment income earned on the temporary investment of specific borrowing pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

SUN FINLEASE (GUJARAT) LIMITED

2.19 Retirement and other employee benefits

i. Short-Term Employee Benefits

Liabilities for salaries and wages, including non-monetary benefits and accumulating leave balance in respect of employees' services up to the end of the reporting period, are recognised as expensed when the liabilities are settled.

The company also recognises a liability and records an expense for bonuses (including performance-linked bonuses) where contractually obliged or where there is a past practice that has created a constructive obligation.

ii. Defined Contribution Plan

The company is not liable as well as registered under employee provident fund and employee pension schemes administered by government organisations set up under the applicable statute. Hence, company does not operate any Defined Contribution Plan as provided under Ind AS 19 – Employee Benefits.

iii. Defined Benefit Obligation

The company is not required to provide Gratuity as required under Payment of Gratuity Act, 1972 and hence no obligation has been provided under Defined Benefit Obligation required as per Ind AS 19 – Employee Benefits.

However, Company may decide to pay Gratuity to its existing as well as former employees on Ex-Gratia Basis. Such liability is not being recognised as a liability and recorded as an expense as and when such Gratuity is being paid. The company has no further payment obligations once the Gratuity has been paid.

2.20 Accounting for taxes on income

Tax expense comprises of current and deferred tax.

Current tax

Current tax is the amount of income taxes payable in respect of taxable profit for a period. Current tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted at the balance sheet date. Current tax is recognized in the statement of profit and loss except to the extent that the tax relates to items recognized directly in other comprehensive income

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities/Assets are recognized for all taxable temporary differences.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Presentation of current and deferred tax

Current and deferred tax are recognized as income or an expense in the statement of profit and loss, except to the extent they relate to items that are recognized in other comprehensive income, in which case, the current and deferred tax income / expense are recognized in other comprehensive income.

Minimum Alternate Tax (MAT) paid in accordance with tax laws, which give rise to future economic benefits in the form of adjustment of future tax liability, is recognized as an asset only when, based on convincing evidence, it is probable that the future economic benefits associated with it will flow to the Company and the assets can be measured reliably.

2.21 Impairment of non-financial assets

At the end of each reporting period, the Company reviews the carrying amounts of non-financial assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest Company of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognized immediately in the

SUN FINLEASE (GUJARAT) LIMITED

Statement of Profit and Loss. When an impairment loss subsequently reverses, the carrying amount of the asset (or a cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in the Statement of Profit and Loss.

2.22 Earnings per share

The basic EPS is computed by dividing the profit after tax for the year attributable to the equity shareholders by the weighted-average number of equity shares outstanding during the year.

For the purpose of calculating diluted EPS, profit after tax for the year attributable to the equity shareholders and the weighted-average number of equity shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares..

3. Significant accounting judgments, estimates and assumptions

The application of the Company's accounting policies as described in Note 2, in the preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. The estimates and assumptions are based on historical experience and other factors that are considered to be relevant. The estimates and underlying assumptions are reviewed on an ongoing basis and any revisions thereto are recognized in the period in which they are revised or in the period of revision and future periods if the revision affects both the current and future periods. Actual results may differ from these estimates which could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Key Sources of estimation uncertainty:

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year. Existing circumstances and assumptions about future developments may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

4.0 Regrouped, Recast, Reclassified

Figures of the earlier year have been regrouped or reclassified to conform to Ind AS presentation requirements.

SUN FINLEASE (GUJARAT) LIMITED
NOTES TO FINANCIAL STATEMENTS AS ON 31.03.2022

5 CASH & CASH EQUIVALENTS		(In Lakhs)	
Particulars	As at March 31, 2022	As at March 31, 2021	
a. Balance with Banks			
(i) In Current Accounts	12.55	9.07	
At the end of reporting period	12.55	9.07	
b. Cash On Hand	3.14	2.19	
Total	15.69	11.26	
6 LOANS		(In Lakhs)	
Particulars	As at March 31, 2022	As at March 31, 2021	
(Unsecured)			
Loan to Employee	1.68	1.68	
Total	1.68	1.68	
7 INVESTMENTS		(In Lakhs)	
Particulars	As at March 31, 2022	As at March 31, 2021	
Investment:			
a. REIT Unit-			
Indiagrid Invit Limited	60.61	51.14	
Power Grid Infrastructure Investment Trust Ltd.	75.62	-	
b. Equity Shares-UnQuoted Shares			
Yuva Trading Co. Pvt. Ltd.	0.40	0.40	
Stock in trade:			
a. Equity Shares-Quoted Shares			
Total (A)	147.28	57.66	
i) Investments outside India	-	-	
ii) Investments in India	147.28	57.66	
Total (B)	147.28	57.66	
8 OTHER FINANCIAL ASSETS		(Amount in ₹)	
Particulars	As at March 31, 2022	As at March 31, 2021	
a. Security Deposit			
Related parties	-	-	
Others	0.51	0.51	
b. Advances recoverable in cash or kind			
Related parties	-	-	
Others	265.11	270.55	
Total	265.62	271.06	

SUN FINLEASE (GUJARAT) LIMITED

9 PROPERTY, PLANT AND EQUIPMENTS

(Amount in Lakhs)

Particulars	Property, Plant and Equipments				
	Furniture	Vehicles	Office Equipment	Computers	Total
Cost of assets					
As at 1st April 2020	0.37	39.52	4.35	5.21	49.44
Additions	-	-	-	0.46	0.46
Disposal / Adjustment	-	6.00	1.15	-	7.15
As at 31st March 2021	0.37	33.52	3.19	5.67	42.75
Additions	-	-	-	-	-
Disposal / Adjustment	-	-	-	-	-
As at 31st March 2022	0.37	33.52	3.19	5.67	42.75
Depreciation Fund					
As at 1st April 2020	0.21	16.72	3.70	4.60	25.23
Charge for the year	0.02	3.98	0.37	0.32	4.69
Disposal / Adjustment		5.29	1.15		6.44
As at 31st March 2021	0.23	15.42	2.92	4.93	23.49
Charge for the year	0.02	2.90	0.10	0.27	3.29
Disposal / Adjustment		-	-		-
As at 31st March 2022	0.25	18.32	3.02	5.20	26.78
Net Block					
As at 31st March 2020	0.17	22.79	0.64	0.61	24.21
As at 31st March 2021	0.14	18.10	0.27	0.74	19.26
As at 31st March 2022	0.12	15.20	0.18	0.47	15.98

10 DEFERRED TAX ASSETS

(In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Opening Balance	(26.92)	0.45
Timing difference	35.38	(27.38)
Deferred Tax Assets/(Liabilities)	8.46	(26.92)
Deferred Tax Assets/(Liabilities)	8.46	(26.92)

11 OTHER NON FINANCIAL ASSETS

(In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
a. Pre-paid expenses	0.34	0.26
b. TDS (Net of Provision)	7.65	12.84
c. MAT Credit Receivable	-	10.04
d. Unrealized gain/loss	-	147.68
Total	7.99	170.82

12 FINANCIAL LIABILITIES

(In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Other Payables		
Total outstanding dues of micro enterprise and small enterprise	-	-
Total outstanding dues of creditors other than micro enterprise and small enterprise	0.01	0.89
Total	0.01	0.89

SUN FINLEASE (GUJARAT) LIMITED

(In Lakhs)

Payable Ageing schedule (FY 2021-22)					
Particulars	Outstanding for following periods from Transaction date				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	0.00	0.00	0.00	0.00	0.00
(ii) Others	0.01	0.00	0.00	0.00	0.01
(iii) Disputed dues- MSME	0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues- Others	0.00	0.00	0.00	0.00	0.00
Total	0.01	0.00	0.00	0.00	0.01

(In Lakhs)

Payable Ageing schedule (FY 2020-21)					
Particulars	Outstanding for following periods from Transaction date				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	0.00	0.00	0.00	0.00	0.00
(ii) Others	0.88	0.01	0.00	0.00	0.89
(iii) Disputed dues- MSME	0.00	0.00	0.00	0.00	0.00
(iv) Disputed dues- Others	0.00	0.00	0.00	0.00	0.00
Total	0.88	0.01	0.00	0.00	0.89

13 OTHER FINANCIAL LIABILITIES

(In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
a. Statutory Dues	0.16	0.07
Total	0.16	0.07

14 NON FINANCIAL LIABILITIES

(In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
a. Contingent Provisions against Standard Assets	2.69	2.69
b. Provision for expenses	0.61	3.70
Total	3.30	6.39

15 AUTHORISED SHARE CAPITAL

(In Lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of shares	In ₹	No. of shares	In ₹
Equity Shares of ₹10/- each	49,60,000	496.00	49,60,000	496.00
2% Cumulative Redeemable Preference shares of ₹10/-each	40,000	4.00	40,000	4.00
6% Non- Cumulative Redeemable Preference shares of ₹10/-each	50,00,000	500.00	50,00,000	500.00
Total	1,00,00,000	1,000.00	1,00,00,000	1,000.00

(In Lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of shares	In ₹	No. of shares	In ₹
Issued, Subscribed & Fully paid up capital				
Equity Shares of ₹ 10/- each fully paid up	30,33,370	303.34	30,33,370	303.34

SUN FINLEASE (GUJARAT) LIMITED

a. Reconciliation of number of shares (In Lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of shares	In Lakhs	No. of shares	In Lakhs
Shares outstanding at the beginning of the year	30,33,370	303.34	30,33,370	303.34
Shares issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	30,33,370	303.34	30,33,370	303.34

b. Terms/Rights, Preferences and Restrictions attached to securities:

Equity Shares:

The company has one class of equity shares having a par value of ₹10 each. Each share holder is eligible for one vote per share held. The dividend proposed by the board of director is subject to the approval of share holders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity share holders are eligible to receive the remaining assets of the company after distribution of all preferential dues, in proportion to their shareholding.

c. Details of shareholders holding more than 5% shares in the Company (In Lakhs)

Particulars	As at March 31, 2022		As at March 31, 2021	
	No. of shares held	% of Holding	No. of shares held	% of Holding
Unilon Private Limited	512500	16.90%	512500	16.90%
Lakshya Infraspace Private Limited	579200	19.09%	579200	19.09%
Legacy Infotech Private Limited	605800	19.97%	605800	19.97%

d. Disclosure of Shareholding of Promoters

Sr. No.	Shares held by promoters at the end of the year			Beginning of the year		% Change during the year
	Promoter name	No. of shares	% of total shares	No. of shares	% of total shares	
1	Mrudulaben Patel	54570	1.80%	54570	1.80%	0.00%
2	Unilon Private Limited	512500	16.90%	512500	16.90%	0.00%
3	Premium Polycot Pvt. Ltd.	149000	4.91%	149000	4.91%	0.00%
	Total	716070	23.61%	716070	23.61%	0.00%

16 OTHER EQUITY (In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
a. General Reserve		
Balance as per last accounts	0.65	0.65
Less : Adjusted against Fixed assets written off		
	0.65	0.65
b. Statutory Reserve		
(Reserve fund in terms of section 45 (1C(i)) of the Reserve Bank of India Act, 1934)		
Balance as per last accounts	76.43	76.43
Add: Transferred from Profit & Loss Account	-	-
	76.43	76.43
c. Surplus in Statement of Profit & Loss		
Balance as per last accounts	117.04	144.27
Add : Profit for the year	(38.24)	(27.52)
Less: Appropriations Transfer to Statutory Reserve	-	-
Add: Mat Credit	-	0.29
	78.80	117.04
Total (a+b+c)	155.89	194.13

SUN FINLEASE (GUJARAT) LIMITED

17 ADDITIONAL REGULATORY INFORMATION

I. Title deeds of Immovable Property not held in the name of the Company

The company does not possess any immovable property during the financial year ended March 31, 2022 and March 31, 2021.

II. Revaluation of Investment Property

The company does not possess any investment property, therefore revaluation of investment property is not applicable.

III. Revaluation of Property, Plant and Equipment

The company has not revalued any of its property, plant and equipment during the years ended March 31, 2022 and March 31, 2021.

Hence, the amount of change in gross and net carrying amount due to revaluation and impairment losses/reversals is nil.

IV. Revaluation of Intangible Assets

The company does not possess any Intangible assets, therefore revaluation of investment property is not applicable.

V. Capital Work-in-Progress (CWIP) ageing schedule / completion schedule

The company does not possess any of its capital work-in-progress (CWIP) during the years ended March 31, 2022 and March 31, 2021.

VI. Intangible assets under development ageing schedule / completion schedule

The company does not possess any of its Intangible assets under development during the years ended March 31, 2022 and March 31, 2021.

VII. Details of Benami Property held

No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder in the financial years ended March 31, 2022 and March 31, 2021.

VIII. Security of current assets against borrowings

The company has not borrowed from banks or financial institutions on the basis of security of current assets.

IX. Wilful Defaulter

As informed to us, the company has not been declared as a wilful defaulter by any bank or financial institution or other lender in the financial years ended March 31, 2022 and March 31, 2021.

X. Relationship with Struck off Companies

As informed to us and on the basis of verification, no any transactions entered with companies whose names have been struck off under section 248 of Companies Act, 2013 or section 560 of companies Act, 1956 in the financial years ended March 31, 2022 and March 31, 2021.

XI. Registration of charges or satisfaction with Registrar of Companies (ROC)

During the period ended March 31, 2022 and March 31, 2021, the company has not create any charge against any security or satisfaction with Registrar of companies (ROC)

XII. Compliance with number of layers of companies

-Not Applicable, since the company has no any subsidiary company.

XIII. Analytical Ratios

Ratio	Numerator (In Lacs)	Denominator (In Lacs)	Current Period	Previous Period	% Variance	Reason for variance (If > 25%)
Capital to risk-weighted assets ratio (CRAR)	240.15	437.68	54.87%	100.26%	45.27%	The major reason for variation due to decrease of Unrealized gain & MAT credit receivable
Tier I CRAR	240.15	437.68	54.87%	100.26%	45.27%	---do---
Tier II CRAR	0.00	437.68	0.00%	0.00%	-	NA
Liquidity Coverage Ratio*	NA	NA	NA	NA	NA	NA

*As per RBI Circular number RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 dated 04/11/2019, Core Investment Companies are exempt from the applicability of LCR norms.

SUN FINLEASE (GUJARAT) LIMITED

XIV. Compliance with approved Scheme(s) of Arrangements

During the period ended March 31, 2022 and March 31, 2021, the company has not proposed any scheme.

XV. Utilisation of borrowed funds and share premium

The company, as part of its normal business, grants loans and advances, makes investment. These transactions are part of company's normal non-banking finance business, which is conducted ensuring adherence to all regulatory requirements. Other than the transactions described above, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The company has also not received any fund from any parties (funding party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the funding party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

18 INTEREST INCOME		(In Lakhs)	
Particulars	As at	As at	
	March 31, 2022	March 31, 2021	
a. Loans	32.72	36.44	
b. Deposit with Bank	4.97	14.32	
Total	37.69	50.76	
19 NET GAIN/ (LOSS) ON FINANCIAL INSTRUMENTS		(In Lakhs)	
Particulars	As at	As at	
	March 31, 2022	March 31, 2021	
(A) Net gain/ (loss) on financial instruments at fair value through profit or loss			
(i) On trading portfolio			
Investments	(68.93)	335.82	
Derivatives	73.87	(157.99)	
Total	4.94	177.83	
20 OTHER INCOME		(In Lakhs)	
Particulars	As at	As at	
	March 31, 2022	March 31, 2021	
a. Interest on Income Tax Refund	0.96	6.38	
b. Miscellaneous Income	0.02	-	
c. Miscellaneous Balances written of	0.56	-	
d. Profit on sale of car	-	0.04	
Total	1.54	6.42	
21 FINANCE COST		(In Lakhs)	
Particulars	As at	As at	
	March 31, 2022	March 31, 2021	
a. Interest Expense	2.47	0.49	
b. Interest on IPO funding availed	18.36	122.87	
Total	20.83	123.36	
22 EMPLOYEE BENEFIT EXPENSES		(In Lakhs)	
Particulars	As at	As at	
	March 31, 2022	March 31, 2021	
a. Ex-Gratia Payment to staff	1.88	0.27	
b. Salary	27.48	23.74	
c. Leave Encashment	1.30	-	
c. Gratuity	0.80	-	
Total	31.46	24.01	

SUN FINLEASE (GUJARAT) LIMITED
NOTES TO FINANCIAL STATEMENTS AS ON 31.03.2022

23 OTHER EXPENSE (In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Advertisement Exp	0.32	0.29
Amc (Service) Charges	-	0.25
Bank charges	0.01	0.01
Car Petrol & Repairing	1.22	0.40
Conveyance Expenses	0.01	0.01
Custodial Fees	0.11	0.21
D' mat charges	0.14	0.05
Documentation Charges	0.03	-
Electricity Expenses	0.48	0.41
Filling Fees	0.13	0.02
Insurance Premium	0.43	0.57
Interest On custodial fees	0.01	-
Legal & Professional Charges	13.92	8.35
Listing Fees	0.65	0.65
Membership Fees	0.09	0.08
Office Expenses	0.57	0.66
Payment to Auditors	0.54	0.46
Postage and Courier Exp	0.29	0.50
Printing & Stationery	0.38	0.38
Rent, Rates & Taxes	2.34	2.46
Service Charges	0.03	0.02
Share Registrar Fees	0.31	0.35
Telephone & Internet Expenses	0.32	0.41
Travelling Exp	1.18	-
Website Development	0.02	0.04
Total	23.53	16.58

(In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Payment to Auditors		
For Audit Fees	0.37	0.27
For Tax Audit	0.10	0.10
For Other Matters	0.07	0.09
Total	0.54	0.46

24 INCOME TAX (In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Current tax		
Current income tax		-
Short/ (Excess) provision of IT written back	-	0.05
Deferred tax		
Deferred tax expense/ (Income)	(35.38)	27.38
Income tax expense reported in the statement of profit and loss	(35.38)	27.42

SUN FINLEASE (GUJARAT) LIMITED

Reconciliation of deferred tax assets / (liabilities), net

(In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Opening balance as of April 1	(26.92)	0.45
Tax income/(expense) during the year recognised in profit or loss	35.38	(27.38)
Tax income/(expense) during the year recognised in OCI	-	-
Closing balance as at March 31	8.46	(26.92)

25 EARNING PER SHARE (BASIC AND DILUTED)

(In Lakhs)

Particulars	As at March 31, 2022	As at March 31, 2021
Profit attributable to ordinary equity holders	(38.24)	(27.52)
Total no. of equity shares at the end of the year	30,33,370	30,33,370
Weighted average number of equity shares		
For basic EPS	30,33,370	30,33,370
For diluted EPS	30,33,370	30,33,370
Nominal value of equity shares	10	10.00
Basic earning/(Loss) per share	(1.26)	(0.91)
Diluted earning/(Loss) per share	(1.26)	(0.91)
Weighted average number of equity shares		
Weighted average number of equity shares for basic EPS	30,33,370	30,33,370.00
Effect of dilution: Share options	-	-
Weighted average number of equity shares adjusted for the effect of dilution	30,33,370	30,33,370.00

26 ADDITIONAL INFORMATION

I. Depreciation, amortization and impairment

(In Lacs)

Particular	Current Period (FY 2021-22)	Previous Period (FY 2020-21)
Depreciation of Furniture	0.02	0.02
Depreciation of Vehicles	2.90	3.98
Depreciation of Office Equipment	0.10	0.37
Depreciation of Computers	0.27	0.32
Total	3.29	4.69

II. Payments to the auditor

(In Lacs)

Particular	Current Period (FY 2021-22)	Previous Period (FY 2020-21)
For Audit Fees	0.37	0.27
For Tax audit	0.10	0.10
For Other Matters	0.07	0.09
Total	0.54	0.46

III. In case of NBFCs covered under section 135, disclosures pertaining to corporate social responsibility activities

The company is not covered under section 135 of the companies act, 2013 for the financial years ended March 31, 2022 and March 31, 2021.

IV. Disclosure in relation to undisclosed income

There are no any transactions which are not recorded in the books of accounts.

V. Details of Crypto currency or Virtual currency

The company has not traded or invested in crypto currency or virtual currency during the financial years ended March 31, 2022 and March 31, 2021.

SUN FINLEASE (GUJARAT) LIMITED

26 DISCLOSURE AS PER RBI MASTER DIRECTIONS

(INR in lakhs)			
Particulars			
Liabilities side		Amount Outstanding	Amount Overdue
1	Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid:		
(a)	Debentures : Secured	-	-
	: Unsecured	-	-
	(other than falling within the meaning of public deposits)		
(b)	Deferred Credits	-	-
(c)	Term Loans	-	
(d)	Inter-corporate loans and borrowing	-	-
(e)	Commercial Paper	-	-
(f)	Public Deposits	-	-
(g)	Other Loans (from Directors)	-	-
2	Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :	N.A.	N.A.
(a)	In the form of Unsecured debentures	-	-
(b)	In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of Security	-	-
(c)	Other public deposits	-	-
Assets side		Amount outstanding	
3	Break-up of Loans and Advances including bills receivables [other than those included in (4) below] :		
(a)	Secured		-
(b)	Unsecured		267.30
4	Break up of Leased Assets and stock on hire and other assets counting towards AFC activities		
(i)	Lease assets including lease rentals under sundry debtors :		
(a)	Financial lease		-
(b)	Operating lease		-
(ii)	Stock on hire including hire charges under sundry debtors :		
(a)	Assets on hire		-
(b)	Repossessed Assets		-
(iii)	Other loans counting towards Asset Finance Company activities		
(a)	Loans where assets have been repossessed		-
(b)	Loans other than (a) above		-

SUN FINLEASE (GUJARAT) LIMITED

(INR in lakhs)				
Particulars				
Liabilities side			Amount Outstanding	Amount Overdue
5	Break-up of Investments			
	Current Investments			
1	Quoted			
	(i)	Shares		
		(a) Equity		10.65
		(b) Preference		-
	(ii)	Debentures and Bonds		-
	(iii)	Units of mutual funds		-
	(iv)	Government Securities		-
	(v)	Others (please specify)		-
2	Unquoted			
	(i)	Shares		
		(a) Equity		-
		(b) Preference		-
	(ii)	Debentures and Bonds		-
	(iii)	Units of mutual funds		-
	(iv)	Government Securities		-
	(v)	Others (please specify)		-
	Long Term investments			
1	Quoted			
	(i)	Share		
		(a) Equity		-
		(b) Preference		-
	(ii)	Debentures and Bonds		-
	(iii)	Units of mutual funds		-
	(iv)	Government Securities		-
	(v)	Others (please specify)		-
2	Unquoted			
	(i)	Shares		
		(a) Equity		0.40
		(b) Preference		-
	(ii)	Debentures and Bonds		-
	(iii)	Units of mutual funds		-
	(iv)	Government Securities		-
	(v)	Others - REIT Unit		136.23

6. BORROWER GROUP-WISE CLASSIFICATION OF ASSETS FINANCED AS IN (3) AND (4) ABOVE:					
Particulars			Amount net of provisions (₹ In Lacs)		
1	Related Parties		Secured	Unsecured	Total
	(a)	Subsidiaries	-	-	-
	(b)	Companies in the same group	-	-	-
	(c)	Other related parties	-	-	-
2	Other than related parties		-	-	-
Total			-	-	-

SUN FINLEASE (GUJARAT) LIMITED

7.	Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted):		
	Category	Market Value / Break up or fair value or NAV	Book Value (Net of Provisions)
	1 Related Parties		
	(a) Subsidiaries	-	-
	(b) Companies in the same group	-	-
	(c) Other related parties	-	-
	2 Other than related parties	147.28	218.45
	Total	147.28	218.45
8.	Other information		
	Particulars	Amount (₹ In Lacs)	
	(i) Gross Non-Performing Assets		
	(a) Related parties		-
	(b) Other than related parties		-
	(ii) Net Non-Performing Assets		
	(a) Related parties		-
	(b) Other than related parties		-
	(iii) Assets acquired in satisfaction of debt		

28 FINANCIAL INSTRUMENTS

Financial Risk Management objective and Policies

The company is exposed to market risk, credit risk, liquidity risk and operational and business risk. The Company's senior management oversees the management of these risks.

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. In the case of the Company, market risk primarily impacts financial instruments measured at fair value through profit or loss.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have exposure to the risk of changes in market interest rate as it has debt obligations with fixed interest rates, which are measured at amortised cost.

Foreign currency risk:

The company enters into transactions in currency other than its functional currency and is therefore exposed to foreign currency risk. The Company analyses currency risk as to which balances outstanding in currency other than the functional currency of that company.

The management has taken a position not to hedge this currency risk.

The company undertakes transactions denominated in foreign currencies, consequently, exposures to exchange rate fluctuations arise. Exchange rate exposures are not hedged considering the insignificant impact and period involved on such exposure.

The Company does not have any foreign currency risk. Hence no sensitivity analysis is required

Credit Risk

Credit risk is the risk that the counterparty will not meet its obligations under a financial instrument or a customer contract, leading to a financial loss. The Company is exposed to credit risk from its financing activities towards inter-corporate deposits to its related and other parties where no significant impact on credit risk has been identified.

Equity Price Risk

The Company's investments in non-listed equity securities are accounted at cost in the financial statements net of impairment. The expected cash flows from these entities are regularly monitored to identify impairment indicators.

Liquidity Risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's Accounts and Finance department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management. The Company manages its liquidity requirement by analysing the maturity pattern of the Company's cash flows of financial assets and financial liabilities. The Company invests its surplus funds in Equity Shares and Mutual Funds, which have high liquidity.

29 FAIR VALUES

The Management assessed that Fair Values of Financial Assets and Liabilities are approximately their carrying values except in case of investment in quoted shares, fair value is taken as per market value of stock as on 31/03/2022.

SUN FINLEASE (GUJARAT) LIMITED

30 FINANCIAL INSTRUMENTS - ACCOUNTING CLASSIFICATIONS AND FAIR VALUE MEASUREMENTS

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

Principles for Estimating Fair Value

The following summarises the major methods and assumptions used in estimating the fair values of financial instruments reflected in the table.

Fair Value Hierarchy

The table below analyses financial instruments carried at fair value, by valuation method at 31st March, 2022. The different levels have been defined as follows:

Level 1: Category includes financial assets and liabilities that are measured in whole or in significant part by reference to published quotes in an active market.

Level 2: Category includes financial assets and liabilities measured using a valuation technique based on assumptions that are supported by prices from observable current market transactions. These include assets and liabilities for which pricing is obtained via pricing services, but where prices have not been determined in an active market, financial assets with fair values based on broker quotes and assets that are valued using the Company's own valuation models whereby the material assumptions are market observable. The majority of the Company's over-the-counter derivatives and several other instruments not traded in active markets fall within this category

Level 3: Category includes financial assets and liabilities measured using valuation techniques based on non-market observable inputs. This means that fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data. However, the fair value measurement objective remains the same, that is, to estimate an exit price from the perspective of the Company.

As at March 31st 2022

Particulars	Total	Fair Value (In Lacs)		
		Level 1	Level 2	Level 3
Fair Value Through Profit and Loss (FVTPL)	-	-	-	-
Investments in Equity Shares	10.65	10.65	-	-
Investments in Mutual Funds	-	-	-	-
Total	10.65	10.65	-	-

As at March 31st 2021

Particulars	Total	Fair Value (In Lacs)		
		Level 1	Level 2	Level 3
Fair Value Through Profit and Loss (FVTPL)	-	-	-	-
Investments in Equity Shares	6.12	6.12	-	-
Investments in Mutual Funds	-	-	-	-
Total	6.12	6.12	-	-

The carrying amount of other payables, borrowings, other financial liabilities, loans, other financial assets, cash and cash equivalents as at 31st March, 2022 and 31st March, 2021, are considered to the same as fair values, due to their short-term nature. These are classified as Level 3 fair value hierarchy due to inclusion of unobservable inputs including counter party credit risk.

During the reporting period ending 31st March, 2022, there were no transfers between Level 1, Level 2 and Level 3 fair value measurements.

31 DETAILS OF DUES TO MICRO, SMALL AND MEDIUM ENTERPRISES AS PER MSMED ACT, 2006

Based on the information received by the company, there are no amounts due but remaining unpaid as on 31/03/2022 to any suppliers covered under this act as at the balance sheet date and hence, disclosures relating to amounts unpaid as at the year-end together with interest paid/payable as required under the said Act have not been given.

32 LEASES

For the reporting period, company does not have any lease contract for which Right-of-Use (ROU) of asset is required to be recognised. As company has availed the exemption provided in Ind AS 116 – Leases pertaining to short term leases, there is no significant impact on financial performance or financial position of the company.

Particulars	For the year ended March 31, 2022 (In Lacs)	For the year ended March 31, 2021 (In Lacs)
A. Asset Taken on lease:-		
i. Lease Payment for Short-term lease recognised in the Statement of Profit and Loss	2.34	2.46

SUN FINLEASE (GUJARAT) LIMITED

32 RELATED PARTY TRANSACTIONS

Key Management Personnel and Relatives.

Sr. No.	Name	Designation
1	Mr. Parag P. Shah	Managing Director
2	Mrs. Bhargavi V. Talati	Director
3	Mr. Paras K. Sharma	Director
4	Mr. Mahendar R. Patel	Director
5	Mr. Binaben Pravinkumar Panchal	Director
6	Mr. Nitin B. Shah	Chief Financial Officer
7	Mr. Avinash Bhojwani (Up to 12/10/2021)	Company Secretary
8	Miss. Avani Patel (W. e. f. 13/10/2021)	Company Secretary

Nature and Volume of Transactions with related party are as under:

Sr. No	Name	Relation	2021-22 (Amount in Lacs)	Nature of Payment
1	Mr. Parag P. Shah	Managing Directors	5.68	Remuneration
2	Mr. Parag P. Shah	Managing Directors	13.58	Ex gratia, Leave encashment & Gratuity
3	Mr. Nitin B. Shah	KMP (CFO)	7.13	Salary
4	Mr. Nitin B. Shah	KMP (CFO)	16.40	Ex gratia, Leave encashment & Gratuity
5	Mr. Avinash Bhojwani	KMP (C.S)	0.13	Professional
6	Miss. Avani Patel	KMP (C.S)	1.15	Salary

34 OPERATING SEGMENTS

The company is primarily engaged in the business of dealing in shares and securities and there are no separate reportable segments identified as per the Ind AS 108 – Segment Reporting.

35 The Management of the company considered the REIT Unit as Investment.

36 The company has received order under section 143(3) r.w.s. 147 of the Income tax Act, 1961 dated 12/09/2019 regarding addition to total income of ₹ 10.17 Lacs for the Assessment Year 2012-2013 (Previous Year 2011-2012). Against this order company has filed CIT(A) dated 11/10/2019. However, on 30/12/2020, the Company has filed an application for availing the benefit Under Sub-Section (1) of Section 5 of The Direct Tax Vivad Se Vishwas Act, 2020 (3 Of 2020) The Direct Tax Vivad Se Vishwas Rules, 2020. The said application is pending with Income Tax department.

37 During the year, the company has paid Gratuity and leave encashment of ₹ 36.67 Lacs out of it ₹ 35.47 Lacs is related to prior period. (Gratuity ₹ 13.73 & Leave encashment ₹ 21.74)

38 During the year, the company has adopted section 115BAA of the Income tax Act, 1961, therefore MAT credit receivable of ₹ 10.04 Lacs has been written off and shown under exceptional items.

39 The Balance of loans & advances, deposits, etc. are subject to balance confirmation by the respective parties and necessary adjustment if any will be made on its reconciliation.

40 There is no expenditure or income in foreign currency.

In terms of our report attached
For Devpura Navlakha & Co.

Chartered Accountants
FRN-121975W

Ashwini devpura
(Partner)
Membership No:047390
UDIN:22047390AJCWLT5476

Place : Ahmedabad
Date : 17/05/2022

For and on behalf of the Board of Directors of
SUN FINLEASE (GUJARAT) LIMITED

Parag P. Shah
Director
DIN 00228965

Nitin B. Shah
Chief Financial Officer

Bhargavi V. Talati
Director
DIN 03069724

Avani Patel
Company Secretary
Membership No. : A66815

SUN FINLEASE (GUJARAT) LIMITED
NON-BANKING FINANCIAL COMPANIES AUDITORS REPORT

To,
The Board of Directors,
SUN FINLEASE (GUJARAT) LIMITED.
Ahmedabad.

Dear Sir,

In addition to the report made under Section 143 of the Companies Act, 2013 on the Accounts of a Non-Banking Financial Companies, The Reserve Bank of India issued Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016 for all NBFC as defined in section 45I(f) of the Reserve Bank of India Act, 1934 and considering it necessary in the public interest and for the purpose of proper assessment of books of accounts of NBFCs, in exercise of the powers conferred by sub-section (1A) of Section 45MA of the Reserve Bank of India Act, 1934.

We report on the examined accounts of SUN FINLEASE (GUJARAT) LIMITED, a Non-Banking Financial Company (not accepting Public Deposit) for financial year ended on March 31, 2022, as per the matters specified in para 3 and 4 of the said Directions in vide RBI/DNBS/2016-17/48 dated Sept 29, 2016 to the extent applicable to the company as follows:

1. The Company is engaged in the business of Non-Banking Financial Institution, had applied for registration as provided in Section 45-IA of the Reserve Bank of India Act, 1934 and it has also been Granted Certificate of Registration (CoR) by the Reserve Bank of India, Reg.No: 01.00120 on dated 19/03/1998.
2. The Company is holding the Certificate of Registration (CoR) issued by RBI and the company is entitled to continue to hold such CoR in terms of its asset/ income pattern as on March 31, 2022
3. The Company is meeting the required Net Owned Fund (NOF) requirements as laid down in RBI master Direction Non-Banking Financial Companies-Non-Systematically Important Non-Deposit taking Company (Reserve Bank) Direction, 2016 read with Master Direction DNBR.PD.007/03.10.119/2016-17.
4. The Company has not accepted any public deposits during the year 2021-22, Board of Directors of the company has passed resolution for non-acceptance of any public deposits.
5. For the Financial Year ended March 31, 2022 the Company has complied with the prudential norms relating to income recognition, accounting standards, asset classification, provisioning for bad and doubtful debts & capital adequacy and exposure norms as applicable to it in terms of Non-Systematically Important Non-Banking Financial (Non-Deposits Accepting or Holding) Companies Prudential Norms (Reserve Bank) Directions, 2016.

For & behalf of Devpura Navlakha & Co.
FRN-121975W
Chartered Accountants

CA Ashwini Devpura
(Partner)
Membership No. : 047390
UDIN-22047390AJCWLT5476

Place : Ahmedabad
Date : 17.05.2022

SUN FINLEASE (GUJARAT) LIMITED

CERTIFICATE FOR STATUTRY AUDITFOR FOR THE YEAR ENDED ON 2021-22

1. Name of the Company:	Sun Finlease (Gujarat) Limited
2. Address :	3, Ravipushpa Apartment, B/s Navneet House, Memnagar, Ahmedabad-380052
3. Permanent Account Number :	AACCS1443G
4. Status :	Company
5. Financial year ended as on :	31/03/2022

We do hereby certify that:

1. The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
2. On the basis of written representation received from each director and taken on record, none of the directors is disqualified as on March 31,2022 from being appointed as a director in terms of section 164(2) of the companies Act, 2013.
3. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
4. During the year, the Fixed Assets of the company have been physically verified by the management
5. The Company has not granted secured/ unsecured loans to Companies, firms, Limited Liability Partnership or other parties covered in the register maintained under Section 189 of the Act.
6. The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provision of Sections 73 to 76 or any other relevant provisions of the Act and rules framed there under.
7. The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Income Tax and other material statutory dues applicable to it.
8. The Company has not raised moneys by way of initial public offer or further public offer including debt instruments and term loans.
9. No fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
10. Managerial remuneration has been paid/ provided in accordance with the requisite Approvals mandated by the provisions of section 197 read with Schedule V to the Act.
11. The Company is not a Nidhi Company.
12. All transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013, where applicable and the details have been disclosed in the Ind AS financial statements etc. as required by the applicable accounting standards.
13. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
14. The Company has not entered into any non-cash transactions with directors or persons connected with him.
15. The Company is not having any Contingent liabilities as on 31/03/2022
17. Segment reporting: The Company's business activity falls within a single primary business segment. Accordingly the Company is a single segment company In accordance with Ind AS 108 "Operating Segment"
18. As on 31/03/2022, the company is having cash balance of Rs 313835 which has been verified by us.
19. We have made all the necessary provisions and disclosed all the information related to accounts and audit as required under Companies Act , 2013
20. The company is not having any demand from any statutory department as on 31/03/2022.
21. There is neither any proceedings have been initiated nor are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made there under.
22. The company is not a declared wilful defaulter by any bank.
23. There is no any funds raised on short term basis have been utilized for long term purpose
24. There is no any whistle-blower complains received during the year.
25. The company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
26. There is no any subsidiary, Joint venture and Associates of the company

SUN FINLEASE (GUJARAT) LIMITED

27. The company has not revalued its Property, Plant and Equipment during the year.
28. The company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid CoR from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
29. The company is a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, However it an exempted from registration requirement with RBI because of asset size do not have more than ₹100 Crores.
30. The company belongs has 2 CIC's (including SFGL) as defined in the core investment companies (Reserve Bank) Directions, 2016
31. The company has adopted section 115BAA of the Income tax Act, 1961, therefore MAT credit receivable of ₹ 10,03,873 has been written off
- 32 **Details of Related Parties are as under:**

Key Management Personnel and Relatives

Sr. No.	Name	Designation
1	Mr. Parag P. Shah	Managing Director
2	Mrs. Bhargavi V. Talati	Director
3	Mr. Paras K. Sharma	Director
4	Mr. Mahendar R. Patel	Director
5	Mr. Binaben Pravinkumar Panchal	Director
6	Mr. Nitin B. Shah	Chief Financial Officer
7	Mr. Avinash Bhojwani (Up to 12/10/2021)	Company Secretary
8	Ms. Avani Patel (W. e. f. 13/10/2021)	Company Secretary

Nature and volume of transactions with related party are as under:

Sr. No	Name	Relation	2021-22 (Amount in ₹)	Nature of Payment
1	Mr. Parag P. Shah	Managing Directors	5,68,400	Remuneration
2	Mr. Parag P. Shah	Managing Directors	13,57,598	Ex gratia, Leave encashment & Gratuity
3	Mr. Nitin B. Shah	KMP (CFO)	7,12,800	Salary
4	Mr. Nitin B. Shah	KMP (CFO)	16,40,209	Ex gratia, Leave encashment & Gratuity
5	Mr. Avinash Bhojwani	KMP (C.S)	13,000	Professional
6	Ms. Avani Patel	KMP (C.S)	1,15,368	Salary

For, Sun Finlease(Gujarat) Limited

Place: Ahmedabad
Date: 17.05.2022

Parag P. Shah
(Chairman & Managing Director)
DIN: 00228965

To,

If undelivered please return to :

SUN FINLEASE (GUJARAT) LIMITED

(CIN No. - L65910GJ1988PLC010293)

Regd. Office: 3, Ravipushp Apartment,

B/s. Navneet House, Memnagar,

Ahmedabad-380052.

Phone No. 079 27496313

Email id- sfgl.1988@gmail.com