



**SK INTERNATIONAL EXPORT LIMITED
(Formerly known as SK International
(Export) Co.)**

**Third Annual Report
Financial Year 2020-21**

SK International Export Limited

(Formerly known as SK International (Export) Co.)

3rd Annual Report

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Corporate Information

Board of Directors:

Mr. Hitesh S Sadh	Managing Director
Ms. Purti H Sadh	Director
Mr. Akshar J Patel	Independent Director
Mr. Bhavin P Mehta	Independent Director
Mr. Jay N Naik	Independent Director

Key Managerial Personnel:

Ms. Sneha S Parab	Chief Financial Officer
Ms. Mitti Jain	Company Secretary

Audit Committee:

Mr. Akshar J Patel	Chairman
Mr. Hitesh S Sadh	Member
Mr. Jay N Naik	Member

Nomination and Remuneration Committee:

Mr. Jay N Naik	Chairman
Mr. Akshar J Patel	Member
Mr. Bhavin P Mehta	Member

Stakeholders Relationship Committee:

Mr. Bhavin P Mehta	Chairman
Mr. Hitesh S Sadh	Member
Ms. Purti H Sadh	Member

Registered Office:

78, Ground A2, Shah & Nahar Industrial Estate, Sitaram Jadhav Marg, Lower Parel, Mumbai – 400013

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Corporate Office:

78, Ground A2, Shah & Nahar Industrial Estate, Sitaram Jadhav Marg, Lower Parel, Mumbai – 400013

Registrar & Transfer Agent:

KFin Technologies Private Limited
(Formerly known as Karvy Fintech Private Limited)
Selenium Building, Tower - B, Plot No. 31 & 32, Financial District, Nanakramguda Serilingampally,
Hyderabad, Rangareddi, Telangana- 500032
Tel: +91-040-6716 2222/7961 1000
Email: einward.ris@kfintech.com
Website: <https://www.kfintech.com/>

Our Website:

www.skinternational.in

Bankers:

RBL Bank Limited
1st Lane, Shahpuri, Kolhapur-416001
Tel: 18001238040
Email: insignia@rblbank.com
Website: www.rblbank.com

Brands of the Company



Brand: SEHSAA

We are successfully selling scarves in the local market under this brand through our orders in the retail market.



Brand: SandKastle

We are selling beachwear garments under this brand name for the domestic market through online marketplaces & local exhibitions.



Brand: Fabrecycle

Our Company believes in sustainable fashion and are hence creating textiles which help in creating sustainable products having least impact on the Environment. Scarves & Garments are being sold under this brand which are manufactured out of recycled fabrics made out of processing cotton waste & plastic pet bottles.

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Directors Report

To
The Members of
SK International Export Limited

The Board of Directors are pleased to present the Third Annual Report on the business and operations of **SK International Export Limited (hereinafter referred to as 'the Company/SKIEL')** along with the Audited Financial Statements and Auditors' reports thereon for the financial year (hereinafter referred to as 'FY') ended March 31, 2021 (hereinafter referred to as 'year under review').

1. **Financial Results:**

(In ₹)

Standalone Financial Results		
Particulars	For the Financial Year Ended March 31, 2021	For the Financial Year Ended March 31, 2020
Total Revenue	4,94,40,825	8,71,89,827
Total Expenses	6,75,96,588	9,34,02,621
Exceptional Items	-	-
Profit/(Loss) before Tax	(1,81,55,763)	(62,12,794)
(Provision for Tax)	-	-
Deferred Tax	26,67,994	15,01,427
For earlier years	-	33,422
Profit/(Loss) after Tax	(1,54,87,769)	(46,77,945)

2. **Dividend:**

The Board of Directors of the Company do not recommend any dividend for the year under review.

Further during the year under review, the Company was not required to transfer any unpaid/ unclaimed amount of dividend to Investor Education and Protection Fund.

3. **Impact of COVID - 19 on the operations of the Company:**

On account of COVID - 19, the Government of India had declared a nation-wide lockdown from March 25, 2020 onwards. During the nation-wide lockdown, your Company had temporarily shut down its business and manufacturing operations for the safety and well-being of its valued employees and stakeholders.

On April 1, 2020, your Company in the fight against Covid-19 and in the interest of prevention and containment of the Covid-19 and having adequate resources, started its Factory premises located at Virar with utmost precautions and safety measures to manufacture Personal Protective Equipment and other related articles on job work basis.

Although the Company was manufacturing Personal Protective Equipment and other related articles on job work basis, the core business of the Company was deeply impacted as the Company's business is heavily reliant on export of garments.

Based on the assessment of impact on the operations, the management is of the view that impact of the COVID - 19 on the operations of the Company and the carrying value of its assets and liabilities is material.

4. **Review of Operations:**

The Company at present is facing adverse market conditions owing to the sector in which operate. The overall textile sector has been reeling under the impact of lockdown all over the world over the containment of the spread of Covid-19, various regulatory reforms, reduction of drawback & other incentives. The Textile & Apparel sector is facing its biggest unprecedented challenge due to Covid-19. With the lockdown getting lifted, the industry is opening up and operations are picking up gradually. However, the sector is facing a slew of challenges after weeks of lockdown and needs to tide over these challenges to revive from the current recession.

A sustained recovery in the sector is expected in the coming years as textile sector being the second largest job creator in the country and is one of the largest sources of foreign exchange earnings.

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Your Directors wish to state that the Company is constantly looking for new avenues and newer concepts to be introduced for its products. At present, the Company has been seeing a steady demand for its three brands in the domestic as well as international markets.

The Company has also taken significant steps in order to reduce the overall overheads incurred by the Company. The Company is constantly looking up options to curtail its overheads.

Your Directors are of the opinion that the Company has had a minor setback and the Company is still positioned to retain a higher market positioning during the subsequent financial years.

5. **Change in the nature of business:**

There has been no change in the nature of business of the Company during the year under review.

6. **Share Capital:**

As on March 31, 2021, the issued, subscribed and paid-up Share capital of your Company was ₹ 7,33,19,540 (Rupees Seven Crore Thirty-Three Lakhs Nineteen Thousand Five Hundred and Forty) comprising of 7331954 (Seventy-Three Lakhs Thirty-One Thousand Nine Hundred and Fifty-Four) equity Shares of ₹ 10 each.

7. **Events having major bearing on the Company's affairs after the end of the financial year:**

An update on the Impact of COVID - 19 on the operations of the Company has been provided in point 3 of the Report.

Apart from the above, there have been no material events having a major bearing on the Company's affairs after the year under review.

8. **Material changes and commitments, if any, affecting the financial position of the Company:**

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

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9. **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 have been no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and the Company's operations in future.

10. **Details of Subsidiaries, Joint Ventures or Associate Companies:**

The Company does not have any subsidiaries, joint ventures or associate Companies during the year under review.

11. **Board of Directors**

(a) **Composition of the Board**

There were no changes in the composition of the Board of Directors during the year under the review.

(b) **Declaration by the Independent Directors**

The Company has received the necessary declarations from each of the Independent Directors under section 149(7) of the Companies Act 2013 that they meet the criteria of Independence laid down in Section 149(6) of the Companies Act, 2013.

(c) **Number of Meetings of the Board:**

The Board of Directors duly met 5 (Five) times on **July 31, 2020, September 8, 2020, November 10, 2020, November 13, 2020 and March 31, 2021** during the year under review in respect of which proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

(d) **Company Policy on Director Appointment, Remuneration and Annual Formal Evaluation:**

The Company has in place a policy relating to Directors Appointment, remuneration and other related matters under Section 178(3) of the Companies Act, 2013.

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Appointment and evaluation of the Independent Directors is governed by the Code for Independent Directors provided in Schedule IV of the Companies Act, 2013.

Pursuant to the provisions of the Companies Act, 2013, the Independent Directors at their meeting held on March 9, 2021 have carried out annual performance evaluation of the non- Independent Directors individually as well as of the Chairman.

(e) Committees of the Board:

The Company has the following Committees pursuant to the provisions of the Companies Act, 2013 read with relevant rules framed therein:

(i) Audit Committee:

The Audit Committee comprises of the following Members:

Sr. No.	Name of the Members	Designation
1.	Mr. Akshar J Patel	Chairperson
2.	Mr. Hitesh S Sadh	Member
3.	Mr. Jay N Naik	Member

The audit committee met four times during the year under review on July 31, 2020, November 10, 2020, November 13, 2020 and March 9, 2021.

(ii) Nomination and Remuneration Committee:

The Nomination and Remuneration Committee comprises of the following Members:

Sr. No.	Name of the Members	Designation
1.	Mr. Jay N Naik	Chairman
2.	Mr. Akshar J Patel	Member
3.	Mr. Bhavin P Mehta	Member

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The Nomination and Remuneration committee met once during the year under review on March 9, 2021.

(iii) Stakeholders Relationship Committee:

The Stakeholder Relationship Committee comprises of the following Members:

Sr. No.	Name of the Members	Designation
1	Mr. Bhavin P Mehta	Chairman
2	Mr. Hitesh S Sadh	Member
3	Ms. Purti H Sadh	Member

The Stakeholder Relationship Committee met once during the year under review on March 9, 2021.

(f) Vigil Mechanism/ Whistle Blower Policy:

The Company has duly adopted a Whistle Blower Policy as a part of the Vigil Mechanism for the Employees to report genuine concerns or grievances to the Chairman of the Audit Committee or the Ombudsman and take steps to resolve the issues amicably.

(g) Directors' Responsibility Statement:

In pursuance of Section 134 (3) (c) and (5) of the Companies Act, 2013, the Directors hereby confirm that:

- (i) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (ii) 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 and of the profit and loss of the Company for that period;

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- (iii) 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;
- (iv) the Directors had prepared the annual accounts on a going concern basis; and
- (v) 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. Disclosure on compliance with Secretarial Standards:

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and such systems are adequate and operating effectively.

13. Key Managerial Personnel:

The following changes took place in the Key Managerial Personnel during the year under review:

- (i) Ms. Mitti M Jain was appointed as the Company Secretary of the Company with effect from September 8, 2020.

14. Auditors:

(a) Appointment of Statutory Auditors:

A Biyani & Co, Chartered Accountants, Mumbai, (ICAI Firm Registration Number: 140489W) have been appointed as Statutory Auditors of the Company for a term of 5 years i.e. upto the Financial year 2024, subject to their eligibility.

A Biyani & Co have intimated to the Company of the following changes in their firm:

- (i) Firm name changed to N B T & Co.
- (ii) Addition of new partner named Neha Nuwal having membership number 157137

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N B T & Co, Chartered Accountants, Mumbai, (ICAI Firm Registration Number: 140489W) have given their written consent and eligibility to act as the Statutory Auditors of your Company and have confirmed that the said appointment would be in conformity with the provisions of Section 139 and Section 141 of the Companies Act, 2013 read with the Companies (Audit and Auditor) Rules 2014.

(b) Auditors' Report:

The Auditors' Report on the Financial Statements of the Company for the financial year ended March 31, 2021 does not have any qualification. The Auditors report has a remark which is self-explanatory and hence does not require any further clarification of the Board of Directors of the Company.

14. Secretarial Audit

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors appointed **KNK & Co LLP, Company Secretaries in Practice, having firm registration number (hereinafter referred to as 'FRN') L2018MH002800** to undertake Secretarial Audit of the Company for financial year 2020-21.

The Secretarial Audit Report submitted by KNK & Co LLP is furnished as '**Annexure A**', and forms an integral part of this report.

The Secretarial Audit report does not contain any qualification, reservation or adverse remark.

15. Deposits:

The Company has neither invited nor accepted any deposits during the year under review.

16. Particulars of Loans, Guarantees or Investments:

The Company has not given any loans or provided any guarantee or made any investments under the provisions of Section 186 of the Companies Act, 2013 for the year under review.

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17. Extract of Annual Return:

Pursuant to Section 92(3) read with Section 134(3) (a) of the Act, the Annual Return as on March 31, 2021 is available on the Company's website and may be accessed at the following web link <http://skinternational.in/>.

18. Particulars of contracts or arrangements with related parties:

All related party transactions under Section 188 of the Companies Act, 2013, were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large. The Company has also adopted a framework on related party transactions to ascertain the criteria of 'ordinary course of business' and 'Arm's Length Price'

The details of the transactions with the related parties are set out in Form AOC 2 which is annexed as **'Annexure B'**.

19. Corporate Social Responsibility

The provisions of Section 135 with respect to Corporate Social Responsibility were not applicable to the Company during the year under review.

The Company was also not required to develop adopt any policy on Corporate Social Responsibility during the year under review.

20. Internal Control System and their adequacy:

The Company has duly established and maintained its internal controls and procedures for the financial reporting and evaluated the effectiveness of Internal Control Systems. The internal control systems are commensurate with the size, scale and complexity of its operations.

21. Internal & Concurrent audit:

The Company conducts its Internal and Statutory audit within the parameters of regulatory framework which is well commensurate with the size, scale and complexity of its operations.

The Internal Auditors monitor the efficiency and effectiveness of the internal control systems in the Company. Significant audit observations and corrective actions thereon are presented to the Audit Committee.

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22. Statement on remuneration of employees of the Company:

The Company has two Executive Directors, one of whom is the Managing Director of the Company.

- (a) The particulars of the employees who are covered by the provisions contained in Rule 5(2) and rule 5(3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are:

Employed throughout the year	Nil
Employed for part of the year	Nil

- (b) The remuneration paid to all key management personnel was in accordance with remuneration policy adopted by the Company.

In terms of Section 136 of the Act, the reports and accounts are being sent to the members and others entitled thereto, excluding the information on employees' particulars which is available for inspection by the members at the Registered office of the Company during business hours on working days of the Company up to the date of ensuing Annual General Meeting. If any member is interested in inspecting the same, such member may write to the Company Secretary in advance at info@skinternational.in.

None of the employees hold (by himself/herself or along with his/her spouse and dependent children) more than two percent of the Equity Shares of the Company.

23. Disclosures as per the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

The Company has adopted a Policy on prevention, prohibition and redressal of Sexual harassment at workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules thereunder for prevention and Redressal of complaints of sexual harassment at workplace.

The following is a summary of Sexual Harassment complaints received and disposed off during the year under review:

No. of cases as on April 1, 2020	No. of cases received during the year	No. of cases Disposed during the year	No. of cases pending as on March, 31, 2021
NIL	NIL	NIL	NIL

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24. Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo:

The detail of conservation of Energy, Technology Absorption and Foreign Exchange earnings and outgo is annexed as '**Annexure C**'.

25. Code of conduct:

The Board of Director has approved a Code of Conduct which is applicable to the Board of Directors and Senior Management Personnel of the Company. It is confirmed that all Directors and Senior Management Personnel have affirmed their adherence to the provisions of the Code of Conduct during the year under review.

26. Corporate Governance:

The provisions of Regulation 15 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are not applicable to the Company as the Company is listed on the SME Platform of BSE Limited and hence no corporate governance report is annexed to this report.

27. Acknowledgements:

Your Directors wish to place on record their deep sense of appreciation for the devoted services of all the employees of the Company for its growth.

Your Directors also acknowledge with gratitude the help and support received from the Shareholders, Bankers, Customers, Exchanges and Regulators and hope to continue to get such support in times to come.

**By the order of the Board of Directors
For SK International Export Limited**

**Mumbai
September 4, 2021**

**Sd/-
Hitesh S Sadh
Managing Director
DIN: 03055331**

**Sd/-
Purti H Sadh
Director
DIN: 08228285**

Annexure A

Secretarial Audit Report

For the financial year ended March 31, 2021

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
SK International Export Limited
CIN: L18109MH2018PLC314141
78, Ground, A2, Shah and Nahar Industrial Estate,
Sitaram Jadhav Marg, Lower Parel,
Mumbai – 400 013

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

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended **March 31, 2021** 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.

We have also examined the books, papers, minute books, forms and returns filed and other records maintained by the Company. Further we have relied on the representation made by the Company and its officer for the systems and mechanism formed by them for compliances under following Acts, Laws, Rules and Regulations for the Financial Year ended **March 31, 2021** according to the provisions of:

- (a) The Companies Act 2013 (the Act) and the rules made there under.
- (b) The Securities Contracts (Regulation) Act, 1956 ('SCRA'), The Securities Contracts (Regulations) Rules, 1957 and the rules made thereunder.
- (c) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder.

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- (d) 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.
- (e) The Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') viz.:
 - (i) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;
 - (ii) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (iii) The Securities and Exchange Board of India (Custodian of Securities) Regulations, 1996;
 - (iv) The Securities and Exchange Board of India (Stock Brokers and Sub-Brokers) Regulations, 1992;
 - (v) The Securities and Exchange Board of India (Foreign Portfolio Investors) Regulations, 2014;
 - (vi) The Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations), Regulations 2018.
- (f) As per information provided by the Management, the following laws are applicable specifically to the Company:
 - (i) Factories Act, 1948;
 - (ii) Environment Protection Act, 1986 and other environmental laws;
 - (iii) The Hazardous Wastes Management Rules 2016;

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

- i. Secretarial Standards with regard to Meeting of Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India ('ICSI');
- ii. SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Listing Agreement entered into by the Company with BSE Limited.

We hereby report that the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as mentioned above.

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We further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and a Woman Director. There were no changes in the composition of the Board of Directors during the period under review.
- Adequate notice is given to all Directors to schedule the Board Meetings. Agenda and detailed notes on agenda were sent seven days in advance, except in cases of meetings held on Shorter notices, 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.
- As per the minutes of the Meetings of the Company, all decisions were carried out unanimously. We did not find any dissenting Directors views in the minutes of the Meetings.

We further report that, based on the information provided, representation made by the Company and review of the Compliance Certificates/Reports taken on record by the Board of Directors of the Company, we are of the opinion that there are adequate systems and processes in place in the Company which is commensurate with the size and operations of the Company to monitor and ensure compliances with the applicable laws, rules, regulations and guidelines.

We further report that during the Audit, there were 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.

**For KNK & Co. LLP
Company Secretaries
Firm Registration Number: L2017MH002800**

**Sd/-
Santosh K Kini
Partner**

Mumbai, August 24, 2021

**ACS No.: 49724, C. P. No.: 18045
UDIN : A049724C000812961**

Note: This report is to be read with letter of even date which is annexed as 'Annexure I' and forms an integral part of this report.

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Annexure I of Secretarial Audit Report

To,
The Members,
SK International Export Limited
CIN: L18109MH2018PLC314141
78, Ground, A2, Shah and Nahar Industrial Estate,
Sitaram Jadhav Marg, Lower Parel,
Mumbai – 400 013

Our 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. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we 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. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For KNK & Co. LLP
Company Secretaries
Firm Registration Number: L2017MH002800

Sd/-
Santosh K Kini
Partner
ACS No.: 49724, C. P. No.: 18045
UDIN : A049724C000812961

Mumbai, August 24, 2021

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Annexure B

Form - AOC 2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis:

Not Applicable

2. Details of Material contracts or arrangements or transactions at arm's length basis:

Nature of contracts / arrangements / transactions	Name(s) of the related party	Duration of the contracts / arrangements/transactions	Salient terms of the contracts or arrangements or transactions including the value, if any:	Date(s) of approval by the Board, if any:	Amount paid as advances , if any:
Processing of goods on Job-Work basis	Aastha Prints	Perpetual	Up to a maximum aggregate value of ₹ 5,000,000 (Rupees Fifty Lakhs)	February 4, 2019	NIL
Processing of goods on Job-Work basis	Trends Fashion N	Perpetual	Up to a maximum aggregate value of ₹ 20,000,000 (Rupees Two Crore)	February 4, 2019	NIL
Purchase of readymade goods	Trends Fashion N	Perpetual	Up to a maximum aggregate value of ₹ 20,000,000 (Rupees Two Crore)	February 4, 2019	NIL
Purchase of cloth (Raw Material).	Trends Fashion N	Perpetual	Up to a maximum aggregate value of ₹ 20,000,000 (Rupees Two Crore)	February 4, 2019	NIL

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Nature of contracts / arrangements / transactions	Name(s) of the related party	Duration of the contracts / arrangements/transactions	Salient terms of the contracts or arrangements or transactions including the value, if any:	Date(s) of approval by the Board, if any:	Amount paid as advances , if any:
Purchase of Raw Materials	Sehej Saraa Fashion Private Limited	Perpetual	Up to a maximum aggregate value of ₹ 10,000,000 (Rupees Ten Crores)	February 4, 2019	NIL

For SK International Export Limited

Mumbai
September 4, 2021

Sd/-
Hitesh S Sadh
Managing Director
DIN: 03055331

Sd/-
Purti H Sadh
Director
DIN: 08228285

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Annexure C

A. Conservation of Energy:

Your Company operates in a safe and environmentally responsible manner for the long-term benefit of all stakeholders. The Company works towards minimizing the impact of its operations on the environment and is committed to take effective measures to conserve energy, promote the use of renewable energy and drive energy efficiency in its operations.

The following steps were taken to conserve the energy:

1. The Company is constantly striving towards maintaining and installing energy efficient equipment's in order to ensure conservation of energy;
2. The Company is optimizing its energy consumption and is in the process of installing alternate sources of energy. The Company is also in the process of identifying cheaper power sources in order to further reduce the energy consumption;
3. The Company has not made any capital investments on energy conservation equipment's during the year under review.

B. Research and Development and Technology Absorption, Adaptation and Innovation:

During the year under review, the Company has not carried out any activities involving Research and Development. Further the Company has not acquired developed, assimilated or utilized technological knowledge and capability from an external source.

C. Foreign exchange earnings and Outgo:

- (i) The earnings of the Company during the year under review in Foreign Exchange is ₹ 1,70,72,000 (Rupees One Crore Seventy Lakhs Seventy Two Thousand Only).
- (ii) There was no foreign exchange outgo during the year under review.

For SK International Export Limited

Sd/-
Hitesh S Sadh
Managing Director
DIN: 03055331

Sd/-
Purti H Sadh
Director
DIN: 08228285

Mumbai
September 4, 2021

Management Discussion and Analysis Report

The key issues of the Management Discussion and Analysis are given below.

1. **Global Outlook:**

Output in South Asia is expected to expand 6.8 percent in 2021, a pace on par with average growth for the previous decade (2010-19). Stronger-than-expected momentum at the beginning of the year has been disrupted by a large surge of COVID-19 cases. Despite continued recovery, output in 2022 is forecast to be 9 percent below pre-pandemic projections. Poverty rates have risen, and by the end of this year more than half the new global poor are expected to live in the region. The outlook could be weaker if vaccination does not proceed as quickly as assumed. Moreover, financial sector balance sheets are at risk of deteriorating, as policy measures put in place at the peak of the pandemic are scaled back, which could constrain the provision of credit and investment needed to support the recovery.

COVID-19 cases have surged in South Asia Region (**hereinafter referred to as 'SAR'**) with peaks in daily new confirmed cases this year higher than anything seen before in three-quarters of economies. The situation is particularly serious in India, where the number of daily deaths and cases is now higher than in any other country during the pandemic. For the region as a whole, peaks in daily new confirmed cases and deaths in 2021 are multiple times higher than last year. Although nearly all countries in the region have begun vaccinations, progress has been slow, and the region's largest economies—Bangladesh, India, and Pakistan—have vaccinated only a small fraction of their populations.

The recovery in SAR has been faster than expected. Activity in most sectors has overtaken pre-pandemic levels, despite rising COVID-19 cases. Output in retail and wholesale trade however, was still lower than the pre-pandemic level. External balances improved in 2020, with the region's current account shifting to surplus for the first time in over a decade as imports plunged more than exports. The current account balance, however, has already shifted back to deficit as stronger domestic demand boosted imports.

In India, an enormous second COVID-19 wave is undermining the sharper-than-expected rebound in activity seen during the second half of FY2020/21, especially in services. With surging COVID-19 cases, foot traffic around work and retail spaces has again slowed to more than one-third below pre-pandemic levels since March, in part due to greater restrictions on mobility. Recoveries in Bangladesh and Pakistan face new headwinds from a recent rise in COVID-19 cases accompanied by rising restrictions to stamp out the new surge. Mobility around places of work and retail has again dropped below pre-pandemic levels.

2. **Textile Industry & Market Growth in India:**

India's textiles sector is one of the oldest industries in the Indian economy, dating back to several centuries.

The industry is extremely varied, with hand-spun and hand-woven textiles sectors at one end of the spectrum, while the capital-intensive sophisticated mills sector on the other end. The decentralised power looms/ hosiery and knitting sector forms the largest component in the textiles sector. The close linkage of textiles industry to agriculture (for raw materials such as cotton) and the ancient culture and traditions of the country in terms of textiles makes it unique in comparison to other industries in the country. India's textiles industry has a capacity to produce wide variety of products suitable for different market segments, both within India and across the world.

Market Size

India's textiles industry contributed 7% to the industry output (by value) in 2018-19. The Indian textiles and apparel industry contributed 2% to the GDP, 12% to export earnings and held 5% of the global trade in textiles and apparel in 2018-19.

The share of the India's textiles and apparel exports in mercantile shipments was 11% in 2019-20.

Textiles industry has around 4.5 crore employed workers including 35.22 lakh handloom workers across the country.

Cotton production is expected to reach 36.0 million bales and consumption is expected to reach 114 million bales in FY21—13% growth over the previous year.

The domestic textiles and apparel market stood at an estimated US\$ 100 billion in FY19.

The production of raw cotton in India is estimated to have reached 35.4 million bales in FY20[^]. During FY19, production of fibre in India stood at 1.44 million tonnes (MT) and reached 1.60 MT in FY20 (till January 2020), while that for yarn, the production stood at 4,762 million kgs during same period.

Exports of textiles (RMG of all textiles, cotton yarn/fabs./made-ups/handloom products, man-made yarn/fabs./made-ups, handicrafts excl. handmade carpets, carpets and jute mfg. including floor coverings) stood at US\$ 2.94 billion, as of May 2021.

Investment

The textiles sector has witnessed a spurt in investment during the last five years. The industry (including dyed and printed) attracted Foreign Direct Investment (FDI) worth US\$ 3.75 billion from April 2000 to March 2021.

In May 2021, Indo Count Industries Ltd. (ICIL), announced an investment of Rs. 200 crore (US\$ 26.9 million) to expand its production capacity.

Government Initiatives

Indian government has come up with several export promotion policies for the textiles sector. It has also allowed 100% FDI in the sector under the automatic route.

Initiatives taken by Government of India are:

- In April 2021, Union Minister Smriti Irani has assured strong support from the Textile Ministry to reduce industry's dependence on imported machine tools by partnering with engineering organisations for machinery production. She also stated that the PLI scheme for the textile industry is almost ready. The scheme aims to develop Man Made Fiber (MMF) apparel and technical textiles industry by providing incentive from 3-15% on stipulated incremental turnover for five years.
- To support the handloom weavers/weaver entrepreneurs, the Weaver MUDRA Scheme was launched to provide margin money assistance at 20% of the loan amount subject to a maximum of Rs. 10,000 (US\$ 134.22) per weaver. The loan is provided at an interest rate of 6% with credit guarantee of three years.
- Gorakhpur is on track to become a major garment manufacturing centre, boosting the economy in eastern Uttar Pradesh. The Gorakhpur Industrial Development Authority (GIDA) will provide four acres of land for construction of a flattened factory and will enable accessible to entrepreneurs.
- In March 2021, The Ministry of Textiles favoured limited deal for the India-UK free trade agreement that could boost the garments sector.
 - In 2020-21, the UK is India's fourteenth largest trading partner, accounting for US\$ 8.7 billion in exports and US\$ 6.7 billion in imports.

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- Under the proposed trade agreement, the Textile Ministry expects more market access for the Indian textiles and clothing sector in order to achieve its full potential.
- In March 2021, under the ongoing sub-mission on agroforestry (SMAF) scheme, the Ministry of Agriculture and Farmers Welfare signed a memorandum of understanding (MoU) with the Central Silk Board, under the Ministry of Textiles, on a convergence model to implement agroforestry in the silk sector.
- In March 2021, toys were identified as one of the 24 primary sectors listed under the self-reliant India initiative. The Department for Promotion of Industry and Internal Trade (DPIIT) has developed a 'National Action Plan' for toys that calls on several central ministries, including textiles, MSME, I&B, Education, DPIIT (under the Ministry of Commerce) and other departments, to nurture and promote the industry.
- Effective 01 January 2021, to boost exports, government have extended the benefit of the Scheme for Remission of Duties and Taxes on Exported Products (RoDTEP) to all exported goods.
- To support the handloom and handicrafts sector, the government has taken steps to onboard weavers/artisans on Government e-Marketplace (GeM), provide a wider market and enable them to sell their products directly to various government departments and organisations. As of December 31, 2020, 171,167 weavers/artisans/handloom entities have been registered on the GeM portal.
- Defence Research and Development Organisation (DRDO) is helping the Indian textile industry to produce yarns and eliminate dependence on import of Chinese and other foreign clothing for military uniforms. Indian defense sector has expressed support towards the Indian technical textile sector.
- In March 2021, while addressing the 9th edition of TECHNOTEX 2021 organized by FICCI, General Bipin Rawat, Chief of Defence Staff appreciated the innovations in Indian technical textile and stated that the armed forces will rather reduce imports and instead procure technical textiles from Indian industries as a part of the Atmanirbhar Bharat initiative.

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- In October 2020, the Cabinet Committee on Economic Affairs chaired by Mr. Narendra Modi approved mandatory packaging of 100% food grains and 20% sugar in jute bags. Under the Jute Packaging Materials (Compulsory Use in Packing Commodities) Act, 1987, the government is required to consider and provide for the compulsory use of jute packaging materials for supply.
- Government launched production linked incentive scheme to provide incentives for manufacture and export of specific textile products made of man-made fibre.
- On September 2, 2020, the Union Cabinet approved signing an MOU between textile committee, India and M/s Nissenken Quality Evaluation Centre, Japan, for improving quality and testing Indian textiles and clothing for the Japanese market. This India-Japan pact on cooperation in textiles will facilitate Indian exporters to meet the requirements of Japanese importers as per the latter's technical regulations.
- Under Union Budget 2020-21, a National Technical Textiles Mission is proposed for a period from 2020-21 to 2023-24 at an estimated outlay of Rs. 1,480 crore (US\$ 211.76 million).
- In 2020, New Textiles Policy 2020 is expected to be released by the Ministry of Textiles.
- The Directorate General of Foreign Trade (DGFT) has revised rates for incentives under the Merchandise Exports from India Scheme (MEIS) for two subsectors of Textiles Industry - readymade garments and made-ups - from 2% to 4%.
- The Government of India has taken several measures including Amended Technology Up-gradation Fund Scheme (A-TUFS), estimated to create employment for 35 lakh people and enable investment worth Rs. 95,000 crore (US\$ 14.17 billion) by 2022.
- Integrated Wool Development Programme (IWDP) was approved by Government of India to provide support to the wool sector, starting from wool rearer to end consumer, with an aim to enhance quality and increase production during 2017-18 and 2019-20.

Achievements

Following are the achievements of the Government in the past four years:

- In CY2020, Cotton Corporation of India made a record procurement of ~ 151 lakh bales under MSP operations, which is ~ 290% higher than 38.43 lakh bales procured during the corresponding period last year.
- I-ATUFS, a web-based claims monitoring and tracking mechanism was launched on April 21, 2016. 381 new block level clusters were sanctioned.
- Under the Scheme for Integrated Textile Parks (SITP), 59 textile parks were sanctioned, out of which, 22 have been completed.
- Employment increased to 45 million in FY19 from 8.03 in FY15.
- Exports of readymade garments (of all textiles) was worth US\$ 1.19 billion as of December 2020.

Road Ahead

India is working on major initiatives, to boost its technical textile industry. Owing to the pandemic, the demand for technical textiles in the form of PPE suits and equipment is on rise. Government is supporting the sector through funding and machinery sponsoring.

Top players in the sector are attaining sustainability in their products by manufacturing textiles that use natural recyclable materials.

The future for the Indian textiles industry looks promising, buoyed by strong domestic consumption as well as export demand. With consumerism and disposable income on the rise, the retail sector has experienced a rapid growth in the past decade with the entry of several international players like Marks & Spencer, Guess and Next into the Indian market.

High economic growth has resulted in higher disposable income. This has led to rise in demand for products creating a huge domestic market. (Source: www.ibef.org/industry/textiles.aspx)

3. **Our Business:**

Our Company has created a distinct identity of its own in the International business domain and mainly caters to European market i.e. Spain, Germany, France, Netherlands, and UK. Our Company is a manufacturer and exporter in Scarves and Beachwear. Our Company is engaged in manufacturing and

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marketing of women and men's apparels like scarves, shawls, sarongs, headband & bandanas and Beachwear garments in all qualities like silk, viscose, cotton, polyester & wool and several blends.

From year 2018, our Company entered into manufacturing for several Retail brands in the domestic market by creating new designs as per local market for its main core product scarves. We also entered in the ethnic wear category by developing trendy dupattas at affordable prices catering women who look for fashionable styles at affordable prices.

We are also gearing ourselves for manufacturing and trading of Indian ethnic wears offering wide range of ethnic wears category by developing trendy dupattas for women. Our Company believes that fashion is for all women and hence, took a challenge to provide the affordable range of fashionable garments to the women in international and domestic market. We have also entered into the Kids segment with our own domestic brand Sand Kastle for Beachwear/Holiday wear garments, and fashion accessories. Our raw material sourcing is from all over India thus sourcing provides a huge variety of fabrics and trims at best possible prices thus keeping our costs low. We use modern machinery for our manufacturing requirements, our Company has never shied away from purchasing any modern equipment to maintain the high standards that we have set for ourselves. This enables us to reduce the time spent in completing your order. With our own design team, we have endeavored to introduce new styles, fits, finishes. We have clean in house production facilities like sewing, cutting, ironing, finishing, quality control, packing & dispatch.

A major portion of our product is manufactured at our in-house factory at Virar (Palghar). We manufacture products on make to order basis as per current fashion forecast for several big brands in International & domestic markets. We serve our customers through the channels of wholesale, retail and e-commerce in domestic market. We are also registered as member exporter with Apparel Export Promotion Council.

We offer an extensive range of designs, colours, styles and patterns of Indian ethnic wears offering wide range of ethnic wears like dupattas, best suited for every occasion. With large number of different colours and styles, customers have a good number of options. Right from the initial stage that involves the client preferences to constructing the most desirable Collections, we ensure complete satisfaction to our client. We not only develop styles as per international trends, but we also appreciate the needs of each customer and hence we develop sample collections for customers according to their needs. We make the garments according to customer's preferences and demand.

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Our Company is being promoted by Mr. Shrawankumar Sadh who have experience of over 30 years of experience in textile industry and Mr. Hitesh Shrawankumar Sadh having over 15 years of experience in textile industry. Their industry knowledge and understanding also gives us the key competitive advantage enabling us to expand our geographical and customer presence in existing as well as target markets, while exploring new growth avenues in future. we don't just sell products, we offer a complete service, a solution to all their needs, whether for woven scarves, shawls, sarongs, headband & bandanas, Beachwear garments in all fabric qualities like silk, viscose, cotton, polyester & wool and several blends.

Our focus is on maintaining relationship with big brands to get orders at large scale to increase our business and revenue. Our Export production is on make to order basis. We facilitate our clients with accessories/trims/packing as per their requirement which include labels, tags, poly bags, cartons in qualities, sizes & colours as per the requirement & their specification manuals.

Quality is of the paramount importance as it can essentially make or break a brand. A failure to maintain quality standard can prove to be extremely detrimental to the business of our Company. We give quality utmost priority at all stages of production to ensure our customers are thoroughly satisfied. We have three levels of quality checks in place to make sure that the requisite quality of the product is being achieved at every stage of manufacture from raw materials to boxed stock. We constantly endeavor to maintain and exceed customer expectations consistently in all aspects of quality. Every order goes through careful quality inspection by our qualified checkers during every stage of production until final dispatch. We believe our Company's edge over its competitors is the value-price relationship, Superior Design collection, timely delivery and efficient supply chain. We are synonymous with providing an all encompassing service i.e. Sourcing, Quality, Value and Reliability of supply as required by the client. Our system incorporating numerous and varied suppliers give us that edge to stay one-step ahead of our competitors in today's rapidly moving business market. We strive to offer flexibility which suits your individual client's needs. Customer satisfaction is top priority with Company as we believe in maintaining a regular client base which is proof that our clients are issuing repeat orders and therefore are very satisfied with our service.

We were established with a clear horizon and passion of serving the fashion industry. We firmly believe in customer offering, customer centric approach, standard product quality, ethical business practices with social compliance and corporate governance.

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Our Company is equipped with a dedicated team of creative people (Fashion designers, Fashion Technologists, CAD Designers, Sketch and Paint Artists, and Stylists) involved in fashion forecasting styles, patterns, fits and finishes to meet the latest fashion trends.

Our capabilities have made us confident of efficiently fulfilling customers' requirements around the globe and set milestones in the global market. We thus invite new business ventures and bulk orders and assure long lasting business relations with the commitment of timely delivery of orders.

4. Impact of Covid -19 on operations of the Company:

On account of COVID - 19, the Government of India had declared a nation-wide lockdown from March 25, 2020 onwards. During the nation-wide lockdown, your Company had temporarily shut down its business and manufacturing operations for the safety and well-being of its valued employees and stakeholders.

On April 1, 2020, your Company in the fight against Covid-19 and in the interest of prevention and containment of the Covid-19 and having adequate resources, started its Factory premises located at Virar with utmost precautions and safety measures to manufacture Personal Protective Equipment and other related articles on job work basis.

Although the Company was manufacturing Personal Protective Equipment and other related articles on job work basis, the core business of the Company was deeply impacted as the Company's business is heavily reliant on export of garments.

Based on the assessment of impact on the operations, the management is of the view that impact of the COVID - 19 on the operations of the Company and the carrying value of its assets and liabilities is material.

5. Risk Management:

The Company is exposed to various sector specific risks and generic risks which the Company understands and hence has created a framework to deal with the risks. The Company has been regularly updating its framework to identify, analyze and control risk at the earliest possible stages.

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6. Internal control systems and their adequacy:

The Company's internal audit system has been continuously monitored and updated to ensure that assets are safeguarded, established regulations are complied with and pending issues are addressed promptly. The audit committee reviews reports presented by the internal auditors on a routine basis. The committee makes note of the audit observations and takes corrective actions, if necessary. It maintains constant dialogue with statutory and internal auditors to ensure that internal control systems are operating effectively.

6. Cautionary Statement:

The Management Discussion and Analysis Report describes the Company's outlook, projections, estimates, expectations or predictions as a "Forward looking Statement" within the meaning of applicable securities laws or regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operation include availability of raw material and pricing, forex market, Government regulations, tax regimes, Global and Indian economic developments and other incidental factors.

For SK International Export Limited

**Mumbai
September 4, 2021**

**Sd/-
Hitesh S Sadh
Managing Director
DIN: 03055331**

**Sd/-
Purti H Sadh
Director
DIN: 08228285**

Managing Director and Chief Financial Officer Certification

To,
The Board of Directors,
SK International Export Limited

Dear Members,

We, **Hitesh S Sadh**, Managing Director and **Sneha S Parab**, Chief Financial Officer of **SK International Export Limited**, to the best of our knowledge and belief, certify that:

1. We have reviewed the Financial Statements and Cash Flow Statement of the Company and all notes on accounts and the Board's Report for the year ended March 31, 2021.
2. These statements do not contain any materially untrue statement or omit to state a material fact necessary to make statements made, in the light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report.
3. These statements together present a true and fair view of the Company's affairs and are in compliance with existing Accounting Standards, applicable laws and regulations.
4. There are no transactions entered into by the Company during the year ended March 31, 2021, that are fraudulent, illegal or violate the Company's Code of Conduct and Ethics.
5. We accept responsibility for establishing and maintaining internal controls for financial reporting for the Company and we have –
 - reviewed the effectiveness of internal control systems of the Company pertaining to financial reporting.
 - Deficiencies in the design or operation of such internal controls, if any, of which we are aware, have been disclosed to the auditors and the Audit Committee and steps have been taken to rectify these deficiencies.
6. We affirm that –
 - There has not been any significant change in internal control over financial reporting during the year under reference.

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- There has not been any significant change in accounting policies during the year requiring disclosure in the notes to the financial statements.
 - We are not aware of any instance during the year of significant fraud with involvement therein of the management or any employee having a significant role in the Company's internal control system over financial reporting.
7. We affirm that we have not denied any personnel access to the Audit Committee of the Company and we have provided protection to the whistleblowers from unfair termination and other unfair or prejudicial employment practices.
8. We further declare that all Board members have affirmed compliance with Code of Conduct and Ethics for the year covered under this report.

**By the order of the Board of Directors
For SK International Export Limited**

**Mumbai
September 4, 2021**

**Sd/-
Hitesh S Sadh
Managing Director
DIN: 03055331**

**Sd/-
Sneha S Parab
Chief Financial Officer**

Independent Auditors' Report

To the Members of SK International Export Limited Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of **SK International Export Limited** ("the Company"), which comprise the Balance Sheet as at 31st March, 2021, the Statement of Profit and Loss and the Statement of Cash Flows ended on that date, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the loss and its cash flows for the year ended on that date.

Emphasis of Matter

Without qualifying our report, we draw attention to the following matters in the Notes to the financial statements Note No. 13. In our Opinion Inventory records were not adequately maintained by the Company, therefore the Inventory Valuation as on 31st March, 2021, could not be verified by us with reference to the requirement of AS-2 "Valuation of Inventories", and accordingly in the absence of adequate inventory records, we could not comment on the possible impact, if any, on Statement of Profit and Loss for the respective period ended on 31st March 2021 on account of short/ (excess) valuation of inventories. We have relied upon the valuation certificate provided by the Management of the Company.

Our Opinion is not modified in respect of above matter.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Key Audit Matters

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.

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance Report, and Shareholder Information, but does not include the standalone financial statements and our auditor's report thereon.

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

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

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

Management's Responsibility for the Financial Statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, 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.

The board of directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility

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

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

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's

report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter 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, 2016("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure I", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure II". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- (g) 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. There has been no pending litigations against the Company having any impact on its financial position in its financial statements
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

For A Biyani & Co
Chartered Accountants
FRN: - 140489W

CA. Arpit Tapadiya
Partner
M.No - 182428
Date: 29-06-2021
Place: Mumbai
UDIN: 21182428AAAAAR5864

Annexure I to the Independent Auditors' Report of even date on the Standalone Financial Statements of SK International Limited

(Referred to in paragraph 1, under 'Report on Other Legal and Regulatory Requirements' section of our Report of even date)

(i) In respect of its Property, Plant & Equipment:

a.

- i. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment on the basis of available information.
- ii. The Company has maintained proper records showing full particulars of its intangible assets on the basis of available information.

b. The Company has a regular program for physical verification of its fixed assets by which its fixed assets are verified in a phased manner. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its fixed assets. No material discrepancies were noticed on such verification as compared with available records.

c. According to the information and explanations given to us, the title deeds of immovable properties are held in the name of the Company.

(ii)

a. *In our opinion the Company does not maintain adequate Inventory records therefore we are unable to give our opinion on discrepancies between books records and physical Inventory.* We have relied upon the certificate provided by the management of the company for quantity as well as amount of inventory and accordingly the same has been considered by us for the purpose of financials.

(iii) The company has not granted any loans or provided advances in the nature of loans, or provided any guarantee or security, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in register maintained under section 189 of the Act during the financial year. Accordingly, the provisions of clause 3(iii) (a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.

- (iv) In our opinion and according to the information and explanations provided to us, the Company has not granted any loans or provided any guarantees or security to the parties covered under Section 185 of the Act except the loan given to Aastha Prints of Rs. 10,80,665/- during the year and the same will be utilised by the recipient for business purpose. The Company has complied with the provisions of Section 186 of the Act in respect of investments made or loans or guarantee or security provided to the parties covered under Section 186 of the Act.
- (v) The company has not accepted any deposits from public within the meaning of Section 73, 74, 75 and 76 and hence clause (v) of Para 3 of the order is not applicable.
- (vi) According to the information and explanations given to us, Central Government has not prescribed maintenance of cost records under sub-Section (1) of Section 148 of the Act in respect of activities carried on by the Company. Therefore, the provisions of clause (vi) of paragraph 3 of the Order is not applicable to the Company.
- (vii)
- a. The company is regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Sales-Tax, Service Tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with appropriate authorities, where applicable. According to the information and explanations given to us, there are no undisputed amounts payable in respect of such statutory dues which have remained outstanding as at 31st March, 2021 for a period of more than six months from the date they became payable except for payment of professional tax of Rs 16,825.
 - b. According to the records of the company, there are no dues outstanding of income-tax, sales-tax, service tax, duty of customs, duty of excise and value added tax on account of any dispute.
- (viii) In our opinion and according to the information and explanations provided by the management, the Company has not defaulted in repayment of loans or borrowing to a financial institution, bank or government.
- (ix) In our opinion and according to the information and explanations provided by the management, the Company has utilized the monies raised by way of rights issue of equity shares, debt instruments and term loans for the purposes for which they were raised.

- (x) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the Financial Statements and according to the information and explanations provided by the management, we report that no fraud by the Company or no material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) According to the information and explanations provided by the management, the 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.
- (xii) The company is not a Nidhi Company and accordingly the information and explanations given to us, provisions of Nidhi Rules, 2014 are not applicable to the company.
- (xiii) On the basis of our examination and according to the information and explanations given to us, we report that all the transaction with the related parties are in compliance with Section 177 and Section 188 of the Act, and the details have been disclosed in the Financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations provided to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) Of the Order are not applicable to the Company and, not commented upon.
- (xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him.

(xvi) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act,1934 and accordingly, provisions of clause (xvi) of Para 3 of the Order are not applicable.

For A Biyani & Co
Chartered Accountants
FRN: - 140489W

CA. Arpit Tapadiya
Partner
M.No - 182428
Date: 29-06-2021
Place: Mumbai
UDIN - 21182428AAAAAR5864

Annexure II to the Independent Auditors' Report

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

We have audited the internal financial controls over financial reporting of SK International Export Limited ("the Company") as at 31st March, 2021 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company 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 (the "ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing issued by ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the ICAI. 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 were established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

- (a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (b) 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
- (c) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For A Biyani & Co
Chartered Accountants
FRN: - 140489W

CA. Arpit Tapadiya
Partner
M.No - 182428
Date: 29-06-2021
Place: Mumbai
UDIN - 21182428AAAAAR5864

ANNUAL ACCOUNTS OF
SK INTERNATIONAL EXPORT LIMITED

FOR THE PERIOD ENDED
31ST MARCH 2021

ACCOUNTING PERIOD FROM 01ST APRIL 2020 TO 31ST MARCH 2021

M/s A Biyani & Co
Chartered Accountants

411, Gundecha Industrial Complex,
Next to Big Bazar, Akruli Road,
Kandivali (East), Mumbai - 400101
Tel: 022- 65200 300

SK INTERNATIONAL EXPORT LIMITED

CIN No- U18109MH2018PLC314141

BALANCE SHEET AS AT 31ST MARCH, 2021

Particulars	Note No.	As at 31st March 2021 Rs.	As at 31st March, 2020 Rs.
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	7,33,19,540	7,33,19,540
Reserves and Surplus	3	6,72,872	1,61,60,640
		7,39,92,412	8,94,80,180
Non Current Liabilities			
Long Term Borrowings	4	11,87,521	14,94,121
Long Term Provision		6,96,036	6,44,078
Other Long Term Liabilities	5	4,00,000	4,00,000
		22,83,557	25,38,199
Current Liabilities			
Trade Payable	6	93,18,442	37,52,544
Short Term Provision	7	15,48,544	6,67,224
Short Term Borrowing		45,43,580	-
Other Current Liabilities	8	15,79,614	16,70,299
		1,69,90,181	60,90,067
Total		9,32,66,150	9,81,08,446
Non Current Assets			
Fixed Assets			
- Tangible		1,99,84,424	2,06,60,147
- Intangible	9	35,928	48,729
Non Current Investments	10	1,88,67,928	1,89,34,900
Other Non Current Assets	11	50,32,768	1,06,57,104
Deferred Tax Assets	12	43,20,980	16,52,986
		4,82,42,028	5,19,53,867
Current Assets			
Inventories	13	58,86,695	38,54,280
Trade Receivable	14	88,86,530	1,51,26,374
Cash and Cash Equivalents	15	2,22,78,523	1,53,91,624
Short Term Loans & Advances	16	12,36,774	5,05,180
Other Current Assets	17	67,35,598	1,12,77,122
		4,50,24,121	4,61,54,579
Total		9,32,66,150	9,81,08,446
Significant Accounting Policies	1		
Accompanying Notes on Financial statement			

As per our report of even date,
For A Biyani & Co.
Chartered Accountants
ICAI Firm Reg. No. 140489W

For and on behalf of the board of Directors

CA. Arpit Tapadiya
Partner
Membership No. 182428

Hitesh Sadh
Director
(DIN: - 03055331)

Purti Sadh
Director
(DIN: - 08228285)

Place : Mumbai
Date : 29/06/2021

Sneha Parab
Chief Fin Officer

SK INTERNATIONAL EXPORT LIMITED

CIN No- U18109MH2018PLC314141

STATEMENT OF PROFIT AND LOSS*for the year ended*

PARTICULARS	Note No.	31st March 2021 Rs.	31st March 2020 Rs.
INCOME			
Revenue from Operations	18	4,21,18,126	7,84,50,313
Other Income	19	73,22,699	87,39,513
Total Revenue		4,94,40,825	8,71,89,827
EXPENSES			
Purchase of Stock in Trade	20	2,28,50,668	5,88,34,323
Cost of Conversion	21	2,05,25,774	93,50,884
Change in Inventory of Stock in Trade	22	(20,32,415)	(8,72,240)
Employee Benefit Expenses	23	94,92,848	1,25,60,587
Finance Cost	24	7,38,787	5,93,673
Depreciation & Amortisation Expense	25	14,12,870	13,03,402
Other Expenses	26	1,46,08,056	1,12,58,339
Loss on Sale of Fixed Assets		-	3,73,653
Total Expenses		6,75,96,587	9,34,02,621
Profit/(Loss) Before tax		(1,81,55,762)	(62,12,794)
Tax expenses:			
Current tax		-	-
Deferred tax		(26,67,993)	(15,01,427)
For earlier years		-	(33,422)
		(26,67,993)	(15,34,849)
Profit/(Loss) for the year		(1,54,87,768)	(46,77,945)
Earning per equity share of face value of Rs. 10 each			
Basic and Diluted in Rs.		(2.11)	(0.64)
Significant Accounting Policies Accompanying Notes on Financial statement	1		
As per our report of even date, For A Biyani & Co. Chartered Accountants ICAI Firm Reg. No. 140489W		For and on behalf of the board of Directors	
CA. Arpit Tapadiya Partner Membership No. 182428		Hitesh Sadh Director (DIN: - 03055331)	Purti Sadh Director (DIN: - 08228285)
Place : Mumbai Date : 29/06/2021		Sneha Parab Chief Fin Officer	

SK INTERNATIONAL EXPORT LIMITED
CIN No- U18109MH2018PLC314141
CASH FLOW STATEMENT FOR THE PERIOD ENDED
for the year ended

Particulars	31st March 2021		31st March 2020	
	(in Rs.)		(in Rs.)	
Cash flow from Operating Activities				
Net Profit Before tax as per Statement of Profit & Loss		(1,81,55,762)		(62,12,794)
Adjustments for :				
Provision for Audit Fee	1,65,000		1,65,000	
Depreciation & Amortisation Exp.	14,12,870		13,03,402	
Interest Income	(12,87,751)		(11,28,701)	
Finance Cost	7,38,787		5,93,673	
Provision for Gratuity	51,958		6,44,078	
Sundry Balances Written Off	57,11,854		(1,00,000)	
Provision for Leave Enchasmment	-	67,92,718	54,370	15,31,822
Operating Profit before working capital changes		(1,13,63,044)		(46,80,972)
Changes in Working Capital				
Trade Receivable	62,39,844		(30,68,338)	
Other Loans and Advances Receivable	(7,31,594)		(89,244)	
Inventories	(20,32,415)		(8,72,240)	
Other Current Assets	42,59,102		(62,86,629)	
Trade Payables	54,00,899		4,34,084	
Other Current Liabilities	(90,685)		9,52,463	
Short Term Provisions	8,81,320		3,25,340	
Short Term Borrowings	45,43,580		-	
		1,84,70,051		(86,04,564)
Net Cash Flow from Operation		71,07,007		(1,32,85,536)
Less : Income Tax paid		-		-
Less : Prior Period Expenses		-		-
Net Cash Flow from Operating Activities (A)		71,07,007		(1,32,85,536)
Cash flow from investing Activities				
Purchase of Fixed Assets	(7,24,334)		(13,96,044)	
Sale of Fixed Assets	-		8,13,799	
Other Non Current Assets (Net)	2,37,266		(37,92,698)	
Purchase/Sale of Investment	9,52,894		(2,03,62,713)	
Interest Income	3,59,452		11,28,701	
		8,25,278		(2,36,08,955)
Net Cash Flow from Investing Activities (B)		8,25,278		(2,36,08,955)
Cash Flow From Financing Activities				
Proceeds From Share capital	-		1,98,00,000	
Security Premium	-		1,98,00,000	
Proceeds From long Term Borrowing (Net)	(3,06,600)		(2,72,757)	
Interest Paid	(7,38,787)		(52,744)	
		(10,45,387)		3,92,74,499
Net Cash Flow from Financing Activities (C)		(10,45,387)		3,92,74,499
Net (Decrease)/ Increase in Cash & Cash Equivalents (A+B+C)		68,86,898		23,80,008
Opening Cash & Cash Equivalents		1,53,91,624		1,30,11,615
Cash and cash equivalents at the end of the period		2,22,78,523		1,53,91,624
Cash And Cash Equivalents Comprise :				
Cash		8,90,752		3,86,422
Bank Balance :				
Current Account		2,13,87,771		1,50,05,202
Deposit Account				
Total		2,22,78,523		1,53,91,624

As per our report of even date,
For A Biyani & Co.
Chartered Accountants
ICAI Firm Reg. No. 140489W

For and on behalf of the board of Directors

CA. Arpit Tapadiya
Partner
Membership No. 182428

Hitesh Sadh
Director
(DIN: - 03055331)

Purti Sadh
Director
(DIN: - 08228285)

Place : Mumbai
Date : 29/06/2021

Sneha Parab
Chief Financial Officer

SK INTERNATIONAL EXPORT LIMITED

Notes 2 to 36 Financial Statements for the year ended 31 March, 2021

Note 2 - SHARE CAPITAL

	As at 31st March, 2021 Rs.	As at 31st March, 2020 Rs.
2 Authorised Share Capital		
77,00,000 (P.Y. Nil) Equity Shares of Rs. 10/- each fully paid up.	7,70,00,000	7,70,00,000
Total	7,70,00,000	7,70,00,000
Issued, Subscribed and paid-up :		
73,31,954 (P.Y. 73,31,954) Equity Shares of Rs. 10/- each fully paid up.	7,33,19,540	7,33,19,540
Total	7,33,19,540	7,33,19,540

2.1 Reconciliation of Equity Shares outstanding at the beginning and at the end of the year :

Shares outstanding at the beginning of the period	73,31,954	53,51,940
Add: Shares issued during the year	-	19,80,014
Shares outstanding at the end of the year	73,31,954	73,31,954

2.2 Terms/Rights attached to equity shares:

The company has only one class of equity share having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The company declares and pays dividends in Indian Rupees. The Dividend proposed by the Board of Director is subject to approval of the shareholders in the ensuing Annual General Meeting.

During the period ended 31st March 2020, the amount of per share dividend recognized as distributions to equity shareholders was Rs. Nil (P.Y. Rs. Nil)

In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive remaining assets of the company, after distribution of all preferential amount. The distribution will be in proportion to the No. of equity shares held by the shareholders.

2.3 Details of Equity shareholders holding more than 5 % shares in the Company

Particulars	As at 31st March, 2021		As at 31st March, 2020	
	No.of Shares held	% of holding	No.of Shares held	% of holding
Hitesh Sadh	2376832	0	23,76,832	44.41%
Shrawankumar Sadh	1947077	0	19,47,077	36.38%
Swarnalata Sadh	727125	0	7,27,125	13.59%

Note 3 - RESERVES AND SURPLUS

Surplus / (Deficit) in statement of profit and loss :

	<u>31.03.2021</u>	<u>31.03.2020</u>
Balance as per the last financial statement	(36,39,360)	10,38,585
Add: Profit / Loss (-) for the year	(1,54,87,768)	(46,77,945)
Security Premium	1,98,00,000	1,98,00,000
Total Reserve and Surplus	6,72,872	1,61,60,640

Note 4 - LONG TERM BORROWINGS

-From Bank/Financial Institution		
Term Loan	11,87,521	14,94,121
(Secured Against Hypothecation of Assets Purchased out of Loan Proceedings)		
Total	11,87,521	14,94,121

Note 5 - LONG TERM PROVISIONS

Gratuity	6,96,036	6,44,078
Total	6,96,036	6,44,078

Note 5 - OTHER LONG TERM LIABILITIES

Deposit	4,00,000	4,00,000
Total	4,00,000	4,00,000

Note 6 - TRADE PAYABLE

Micro and Small Enterprise	69,48,062	24,73,367
Others		
Trade Payable	18,58,507	7,19,373
Creditors For Expenses	5,11,873	5,59,804
Total	93,18,442	37,52,544

Note 7 - SHORT TERM PROVISION

Other Provision	15,48,544	6,67,224
Income Tax Provision	-	-
Total	15,48,544	6,67,224

Note 7 - SHORT TERM BORROWINGS

PCFC Loans	45,43,580	-
Total	45,43,580	-

Note 8 - OTHER CURRENT LIABILITIES

Current Maturities of Long Term Debt	3,06,600	2,97,989
Statutory Dues Payable	1,79,054	1,92,306
Advance from Customers	65,488	7,152
Other Payable	10,28,473	11,72,852
Total	15,79,614	16,70,299

Note 10 - NON CURRENT INVESTMENT		
Fixed Deposit	1,88,67,928	1,89,34,900
Total	1,88,67,928	1,89,34,900
Note 11 - OTHER NON CURRENT ASSETS		
Security Deposit	7,89,793	4,07,816
Deposits with Revenue Authorities	42,42,975	48,62,219
Export Incentives Recievable	-	53,87,070
Total	50,32,768	1,06,57,104
Note 12 - DEFERRED TAX ASSETS		
Deferred Tax Assets	43,20,980	16,52,986
	43,20,980	16,52,986
Note 13 - INVENTORIES		
-Raw Material	28,58,892	14,78,920
-Work in Progress	-	-
-Finished Goods	20,86,477	5,64,300
-Samples	7,19,062	14,38,500
-Packing Material	2,22,265	3,72,560
	58,86,695	38,54,280
Note 14 - TRADE RECIEVABLE		
Considered Good, Outstanding for:		
- More than 6 Months	39,51,055	14,66,011
- Less than 6 Months	49,35,475	1,36,60,363
	88,86,530	1,51,26,374
Note 15 - CASH AND CASH EQUIVALENTS		
Cash on Hand (As certified by management)	8,90,752	3,86,422
Balance with Banks : on Current Accounts	2,13,87,771	1,50,05,202
	2,22,78,523	1,53,91,624
Note 16 - SHORT TERM LOANS & ADVANCES		
Advances to Staff	1,56,119	2,05,180
Others	10,80,655	3,00,000
	12,36,774	5,05,180
Note 17 - OTHER CURRENT ASSETS		
GST Receivable	5,98,495	13,34,720
Advance to Suppliers	26,62,557	84,55,083
Deposits with Revenue Authorities	33,04,844	8,01,817
Export Incentives Recievable	91,824	2,62,256
Prepaid Expense	77,879	27,246
BSE - Deposit	-	3,96,000
	67,35,598	1,12,77,122

Note 18 - REVENUE FROM OPERATIONS		
Sale of Products		
- Export Sales	1,70,72,093	6,21,65,801
- Domestic Sales	1,51,90,432	1,41,58,892
Sale of Services		
- Export Sales	-	-
- Domestic Sales	98,55,600	21,25,620
Other Operating Revenues	-	-
	4,21,18,126	7,84,50,313
Note 19 - OTHER INCOME		
Interest Income	12,87,751	11,28,701
Rent Income	9,00,000	15,95,622
Foreign Exchange Gains	6,85,445	21,61,932
Sale of Meis Licences	35,93,323	20,34,845
Other Export Incentives	7,75,054	18,18,413
Discount Received	81,126	-
	73,22,699	87,39,513
Note 20 - PURCHASES OF STOCK IN TRADE		
Purchases of Raw Material	2,28,50,668	5,88,34,323
	2,28,50,668	5,88,34,323
Note 21 - COST OF CONVERSION		
Labour Charges	1,94,71,696	75,39,417
Freight	8,27,136	17,62,802
Testing Expenses	1,76,576	36,442
Other Direct Expenses	50,365	12,222
	2,05,25,774	93,50,884
Note 22 - CHANGE IN INVENTORY OF STOCK IN TRADE		
Opening Stock	38,54,280	29,82,040
Closing Stock	58,86,695	38,54,280
	(20,32,415)	(8,72,240)
Note 23 - EMPLOYEE BENEFIT EXPENSES		
Salary & Remuneration	79,94,149	99,05,013
Director Sitting Fee	1,35,000	1,45,000
Bonus	1,57,174	5,40,591
Conveyance	3,45,696	4,71,838
Other Employee Benefits	8,60,828	14,98,144
	94,92,848	1,25,60,587
Note 24 - FINANCE COST		
Interest Expense	2,11,872	3,73,606
Other Charges	5,26,915	2,20,067
	7,38,787	5,93,673
Note 25 - DEPRICIATION & AMORTISATION		
Depreciation	14,00,069	12,90,566
Amortisation	12,801	12,836
	14,12,870	13,03,402
Note 26 - OTHER EXPENSES		
Business Promotion	1,99,411	8,10,522
Power & Fuel	10,98,687	5,78,493
Office Expenses	5,29,480	4,97,465
Legal & Professional Fee	9,06,249	21,88,982
Discount Expense	15,36,737	8,75,105
Factory expense	3,92,501	-
Rent	4,50,000	17,10,000
Repair & Maintenance	5,46,732	4,72,228
Society Charges	1,44,180	-
Transport Charges	3,60,140	5,91,564
Travelling Expense	1,15,127	15,78,247
Preliminary Expense Written Off	-	5,62,533
Commission	1,00,000	-
Donation	-	2,00,000
Other Expenses	9,42,847	11,28,201
Handwork Charges	1,11,087	-
Mending Expense	7,09,671	-
Stitching expense	5,88,353	-
Sundry Balances Written Off	57,11,854	(1,00,000)
Payment to Auditors		
As Statutory audit fees	1,65,000	1,65,000
Total	1,46,08,056	1,12,58,339

Fixed Assets											Note -9
Fixed Assets	Gross Block				Accumulated Depreciation					Net Block	
	Balance as at 31st Mar 2020	Additions	Disposals	Balance as at 31st Mar 2021	Balance as at 31 March 2020	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Balance as at 31st Mar 2021	Balance as at 31st Mar 2021	Balance as at 31st March 2020
Tangible Assets											
Computer	4,29,785	74,189	-	5,03,974	1,93,950	28,733	-	-	2,22,683	2,81,291	2,35,835
Furniture	12,23,841	1,40,355	-	13,64,196	1,71,109	1,24,014	-	-	2,95,123	10,69,073	10,52,732
Land & Building	1,40,84,317	-	-	1,40,84,317	6,90,388	4,46,003	-	-	11,36,391	1,29,47,926	1,33,93,929
Motor Car	38,73,498	-	-	38,73,498	7,66,355	4,57,241	6,463	-	12,30,059	26,43,439	31,07,143
Plant & Machinery	30,49,575	5,09,790	-	35,59,365	1,79,066	3,44,078	- 6,474	-	5,16,670	30,42,695	28,70,509
Intangible Assets											
Software	57,376	-	-	57,376	16,191	10,901	-	-	27,092	30,284	41,185
Trademark	10,000	-	-	10,000	2,457	1,900	-	-	4,357	5,643	7,543
Total	2,27,28,392	7,24,334	-	2,34,52,726	20,19,516	14,12,870	- 11	-	34,32,375	2,00,20,351	2,07,08,876

SK INTERNATIONAL EXPORT LIMITED

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

1) A) **Corporate Information :**

The Company was incorporated on 13/09/2018. SK International Export Limited, The Company is engaged in the Garment Manufacturing Business. Company has been formed from conversion of Partnership Firm S.K. International (Export) Co.

B) **Significant Accounting Policies:**

a) Basis of preparation of financial statements:

The accompanying financial statements have been prepared in accordance with Generally Accepted Accounting Principles in India to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The Financial Statements have been prepared under the historical cost convention on the accrual basis of accounting. The accounting policies have been consistently applied by the company unless otherwise stated.

b) Use of Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual result could differ from these estimates and the difference between actual results and estimates are recognized in the periods in which the results are known / materialize.

c) Revenue Recognition:

Income is considered on the accrual basis.

d) Employee Benefits:

All employee benefits wholly within twelve months of rendering the service are classified as short term employee benefits and are charged to Statement of Profit and Loss of the year. Gratuity is not applicable to the company as none of the employee has completed minimum length of five years of services.

e) Provision for Current and Deferred Tax:

Provision for current tax is made after taking into consideration benefits admissible under the provisions of the Income tax Act, 1961

Deferred tax resulting from "timing difference" between book and taxable profit is accounted for using the tax rates and laws that have been enacted or substantively enacted as on the balance sheet date Deferred Tax Assets arising for timing differences are recognized only on consideration of prudence.

As Stated above the Company has been formed from Conversion of Partnership Firm, the AS 22 become applicable thereafter only. Therefore, the provision for deferred tax has been made for the timing difference arising out of transactions happened thereafter only.

f) Assets on Operating Leases:

Lease rental paid on assets taken under operating lease are recognized as expenses on accrual basis in accordance with the respective lease agreements.

g) Provision, Contingent Liabilities & Contingent Assets:

A provision is recognized when an enterprise has a present obligation as result of past event(s) and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation(s), in respect of which a reliable estimate can be made for the amount of obligation. Contingent Liabilities, if material, are disclosed by way of notes. Contingent Assets are not recognized or disclosed in the financial statements.

h) Contingencies and events occurring after the balance sheet date:

Event occurring after the date of the Balance sheet, which provide further evidence of conditions that existed at the Balance sheet or that arose subsequently, are considered up to the date of approval of accounts by the Board of Directors, where material.

i) Fixed Assets and Depreciation:

Fixed assets are stated at cost of acquisition less accumulated depreciation and impairment losses if any.

Depreciation is charged on SLM method in the manner prescribed in Schedule II to the Companies Act, 2013.

j) Preliminary Expenses: -

Preliminary expenses have been capitalized.

SK INTERNATIONAL EXPORT LIMITED
ADDITIONAL NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED
31ST MARCH, 2021

- 27) i) Contingent liability in respect of capital contracts remaining to be executed -Rs. Nil (PY Nil)
 ii) Other Contingent liabilities- Nil
 iii) Company did not have provided any corporate guarantee.

28) Debit and Credit balances are subject to confirmation.

29) In the opinion of the Board of Directors, the current assets have value on realization in ordinary course of business at least equal to the amount at which they are stated except as otherwise stated.

30) Earning per Share (EPS):

The Company has complied with the provisions of AS-20 on Earning per share as notified by the Companies (Accounting Standards) Rules, 2006. The same has been calculated as follows:

	For the Year ended 31, March 2021	For the Year ended 31, March 2020
Net Profit / (Loss) after tax (Rs)	(1,54,87,769)	(46,77,945)
Weighted average number of shares	73,31,954	73,09,288
Nominal value per share (Rs)	10	10
Earnings per share (Basic) (Rs)	(2.11)	(0.64)
Earnings per share (Diluted) (Rs)	(2.11)	(0.64)

31) Micro, Small and Medium Enterprises Development Act, 2006:-

The Company is in the process of compiling information from its suppliers regarding their status under the above act and hence disclosure, if any, of the amount unpaid as at the period end together with the interest paid/payable as required has been to the extent of information available:-

S. No.	Particulars	For the Period from 01/04/2020 to 31/03/2021	For the Period from 01/04/2019 to 31/03/2020
a.	The Principle amount and interest due	69,48,062	24,73,367
b.	Interest paid under MSMED Act, 2006	Nil	Nil
c.	Interest due (other than (b) above)	Nil	Nil
d.	Interest accrued and unpaid	Nil	Nil
e.	Interest due and payable till actual payment	Nil	Nil

- 32) Disclosure regarding loans given, investments made and guarantee given pursuant to section 186(4) of the Companies Act, 2013:
- Loan Given: Rs. 10,80,665/- given to M/s Aastha Prints (Related Party) during the year and the same will be utilised by the recipient for business purpose.
 - Investment Made: Nil
 - Guarantee Given: Nil

33) Segment Reporting

The company is entirely working in textile business in 2 cities of India i.e. Mumbai and Noida. For the purposes of AS 17 regarding segment reporting, secondary segment formation on geographical segment is considered on the basis of revenue generated from that segment is beyond the threshold limits. Disclosure required as per the standard is given below:

Particulars	Segment		Inter-segment Eliminations	Consolidation Total
	Mumbai	Noida		
Segment Revenue:				
Sales:				
Domestic	168.79	23.21		192.00
Export	170.72	-	-	170.72
External Sales	339.51	23.21	-	362.72
Inter-segment Sales	-	58.46	(58.46)	-
Total Revenue	339.51	81.67	(58.46)	362.72
Segment Results (Given)				
Net Profit/ (Loss) Before Tax	(89.87)	(91.70)	-	(181.57)
Segment Assets:				
Fixed Assets	467.62	14.80	-	482.42
Current Assets	396.45	53.79	-	450.24
Total	864.07	68.59	-	932.66

34) Related Party Transactions

In accordance with the Accounting Standard 18, the disclosure required is given below:

- List of related parties and relationship (as identified by management)

Key Management Personnel:

- Mr. Hitesh Sadh
- Mrs. Purti Sadh
- Mr. Akshar Jagdish Patel
- Jay Narayan Naik
- Bhavin Mehta
- Mitti Mitesh Jain
- Ms. Sneha Sadashiv Parab

Other Related Parties:

- a. Mrs. Prerna Sadh (Relative of Director)
- b. M/s Sehaj Saraa Fashion Pvt. Ltd.
- c. M/s Aastha Prints
- d. M/s Trands & Fashion
- e. Mr. Shravankumar Sadh
- f. Mrs. Swarnalata S Sadh
- g. Mr. Sohit Sadh
- h. Mr. Vijay Sadh
- i. Ms. Bijal Sunil Shah
- j. Mr. Rajesh Dhruv
- k. Ms. Shilpi Sadh

Transactions with Related Parties:

Sr. No	Name	Nature of Transaction	Amount
1	Mr. Shravankumar Sadh	Salary	4,12,500
2	Mr. Hitesh Sadh	Director Remuneration	6,18,750
3	Mrs. Purti Sadh	Director Remuneration	5,44,500
4	Ms. Alpika Sadh	Rent	4,50,000
5	M/s Sehaj Saraa Fashion Pvt. Ltd.	Purchase	28,59,641
6	M/s Sehaj Saraa Fashion Pvt. Ltd.	Loan Taken	1,37,32,391
7	M/s Sehaj Saraa Fashion Pvt. Ltd.	Loan Given	91,08,240
8	M/s Aastha Prints	Purchase	29,360
9	M/s Aastha Prints	Loan Given	10,80,655
10	M/s Trends & Fashion	Labour Charges	6,23,133
11	Ms. Sneha Sadashiv Parab	Salary	2,31,213
12	Ms. Mitti Mitesh Jain	Salary	1,03,524

Outstanding Balance of the Related Parties as on 31.03.2021

Sr. No	Name	Credit/Debit	Balance Outstanding as on 31.03.2021
1	Mr. Shravankumar Sadh	Credit	8,80,752
2	Mr. Hitesh Sadh	Credit	2,91,950
3	Mrs. Purti Sadh	Credit	3,14,500
4	Ms. Alpika Sadh	-	-
5	M/s Sehaj Saraa Fashion Pvt. Ltd.	Credit	3,06,130
6	M/s Aastha Prints	-	-
7	M/s Trends & Fashion	Credit	3,14,016
	Total		21,07,348

35) Employees Benefits Expenses

Description	31.03.2021	31.03.2020
Salary & Remuneration	79,94,149	99,05,013
Director Sitting Fee	1,35,000	1,45,000
Bonus	1,57,174	5,40,591
Conveyance	3,45,696	4,71,838

Other Employee Benefits	8,60,828	14,98,144
Total	94,92,848	1,25,60,587

36) Value of Consumption of Imported and Indigenous Raw Materials, Spares and the Percentage of the Total Consumption

Particulars	From 01/04/2020 to 31/03/2021		From 01/04/2019 to 31/03/2020	
	(in Rs')	(in %)	(in Rs')	(in %)
(A) Raw Materials				
Imported	-	-	-	-
Indigenous	3,59,83,655	100%	5,88,34,323	100%
Total	-	-	-	-
(B) Stores & Spares				
Indigenous	-	-	-	-
Imported	-	-	-	-
(C) Finished Goods				
Indigenous	-	-	-	-
Imported	-	-	-	-
Total	3,59,83,655	100%	5,88,34,323	100%

Earning In Foreign Currency

Particulars	31.03.2021	31.03.2020
Export Sales Excluding Deemed Export	1,70,72,093	6,21,65,801
Total	1,70,72,093	6,21,65,801

Expenditure in Foreign Currency

Particulars	31.03.2021	31.03.2020
Travelling Expense	-	1,59,747
Total	-	1,59,747

37) Figures have been rounded off to the nearest rupee and those in brackets represent corresponding figures for the previous year.

Notes referred to above form part of the accounts as per our report of even date attached.

For A Biyani & Co
Chartered Accountants
ICAI Firm Reg. No. 140489W

for SK International Export Limited

CA. Arpit Tapadiya
Partner
Membership No. 182428
Place: Mumbai
Dated: 29-06-2021

Sd/-
Hitesh Sadh
Managing Director
(DIN: - 03055331)

Sd/-
Purti Sadh
Director
(DIN: - 08228285)

Sd/-
Sneha Parab
Chief Financial Officer

SK International Export Limited

(Formerly known as SK International (Export) Co.)

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Shareholder Information

General Shareholders Information:

Date and Time of the AGM	Thursday, September 30, 2021 at 11.00 AM (IST).
Venue of the AGM	78, Ground, A2, Shah & Nahar Industrial Estate, Sitaram Jadhav Marg, Lower Parel, Mumbai – 400013.
Book Closure Date	September 23, 2021 - September 29, 2021.
Financial Year	April 1, 2020 to March 31, 2021.
Dividend Payout	The Board of Directors have not recommended any dividend for the financial year ended March 31, 2021.
Listing on Stock Exchange	BSE Limited (SME Exchange)
Stock Code (BSE)	542728
International Securities Identification Number (ISIN) in NSDL and CDSL for Equity Shares	INE04ST01013
Registrar and Share Transfer Agents:	KFin Technologies Private Limited (Formerly known as Karvy Fintech Private Limited) Selenium Building, Tower - B, Plot No. 31 & 32, Financial District, Nanakramguda Serilingampally, Hyderabad, Rangareddi, Telangana- 500032 Tel: +91-040-6716 2222/7961 1000 Email: einward.ris@kfintech.com Website: https://www.kfintech.com/

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Share Transfer System:	Transfer of shares which are in dematerialized form will be done through the depositories with no involvement of the Company. As regards transfer of share held in physical form, the transfer of document can be lodged to the Registrar and Share Transfer Agent at the above address. The Directors are severally empowered to approve the above transfer.
Dematerialization of Shares	As on March 31, 2021, the total shareholding of 7331954 Shares are Dematerialized.
Details about Global Depository receipts or American depository receipts or warrants or any convertible instruments	The Company has not issued any Global Depository receipts or American Depository receipts or warrants or any convertible instruments during the year under review.
Company's Website	The Company's website provides a brief profile of the Company, its operations, its management, vision, mission, policies and investor info. The section on ' Investor Relation ' serves to inform the stakeholders by giving complete financial details, annual reports, shareholding patterns, adopted policies etc. The website of the Company is www.skinternational.in .
Corporate Identification Number ('CIN')	L18109MH2018PLC314141
Registered office address	78, Ground, A2, Shah & Nahar Industrial Estate, Sitaram Jadhav Marg, Lower Parel, Mumbai - 400013
Investor Email ID	info@skinternational.in

SK International Export Limited

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Market Price Data:

Month	BSE Limited (SME Exchange)	
	Monthly High Price	Monthly Low price
April 2020	10.10	10.10
June 2020	10.50	8.10
July 2020	9.00	6.20
August 2020	7.00	7.00
October 2020	8.40	8.40
December 2020	9.40	9.40
January 2021	14.50	11.05
March 2021	20.70	17.40

* Data as available on the BSE Limited website

Notice of the Third Annual General Meeting:

Notice is hereby given that the **Third Annual General Meeting** of the Members of **SK International Export Limited** will be held on **Thursday, September 30, 2021** at **11.00 am** IST at the Registered office of the Company at **78, Ground, A2, Shah & Nahar Industrial Estate, Sitaram Jadhav Marg, Lower Parel, Mumbai – 400013** to transact the following business:

Ordinary Business

1. To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2021 together with the reports of the Auditors and Board of Directors.
2. To appoint a Director in place of Ms. Purti H Sadh (DIN 08228285), who retires by rotation and being eligible, offers herself for re-appointment.

Special Business:

3. To Increase the borrowing limits of the Company:

To consider and if thought fit, to pass with or without modification, the following resolution as **Special Resolution**:

“RESOLVED THAT pursuant to Section 179 read with Section 180(1)(c) and other applicable provisions, if any, of the Companies Act, 2013 and rules made thereunder (including any statutory modifications thereof for the time being in force and as may be amended from time to time), read with the provisions of the Memorandum of Association and Articles of Association of the Company, approval of the Members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as the **“Board”** which term shall include any committee thereof for the time being exercising the powers conferred on the Board by this Resolution) for borrowing from time to time, for and on behalf of the Company, any sum or sums of monies, which together with the monies already borrowed by the Company (apart from temporary loans obtained or to be obtained from the Company’s bankers in the ordinary course of business), exceeding the aggregate of the paid-up capital of the Company and its free reserves, that is to say, reserves not set apart for any specific purpose, provided that the total outstanding amount so borrowed shall not at any time exceed a sum of Rs. 25,00,00,000 (Rupees Twenty Five Crores).

SK International Export Limited

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RESOLVED FURTHER THAT the Board be and is hereby authorized and empowered to arrange or settle the terms and conditions on which all such monies are to be borrowed from time to time as to interest, repayment, security or otherwise whomsoever as it may think fit and to do all such acts, deeds and things, to execute all such documents, instruments and writings as may be required in order to give effect to the aforesaid resolution”.

**Registered Office:
78, Ground, A2 Shah & Nahar
Industrial Estate, Sitaram Jadhav
Marg, Lower Parel, Mumbai - 400013**

**By the order of the Board of Directors
For SK International Export Limited**

**Mumbai
September 4, 2021**

**Sd/-
Hitesh S Sadh
Designation : Managing Director
DIN : 03055331**

SK International Export Limited

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Notes:

1. A Member entitled to attend and vote at the meeting is entitled to appoint proxy/proxies to attend and vote instead of himself or herself. Such proxy/proxies need not be a member of the Company.
2. The instrument of proxy in order to be effective, should be deposited at the registered office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form is sent herewith. Proxies submitted on behalf of the Companies, societies etc. must be supported by an appropriate resolution/authority letter, as applicable.
3. Members are requested to bring their copies of the Annual Report to the Meeting. In order to enable us to register your attendance at the venue of the Annual General Meeting, Members are requested to please bring their folio number/ demat account number/DP ID-Client ID to enable us to provide a duly filled attendance slip for your signature and participation at the meeting.
4. Details as required in sub-regulation (3) of Regulation 36 of the Listing regulations in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting, forms an integral part of the notice. Requisite declarations have been received from the Directors for their appointment/re-appointment.
5. The Register of Members of the Company will remain closed from **September 23, 2021 - September 29, 2021** in connection with the Annual General Meeting.
6. A Member desirous of getting any information on the accounts or operations of the Company is requested to forward his/her queries to the Company at least 7 days prior to the meeting, so that, the required information can be made available at the meeting.
7. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Companies (Management and Administration Rules), 2014, companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their e-mail address either with the Company or with the Depository. Members who have not registered their e-mail address with the Company are requested to submit their request with their valid e-mail address to KFin Technologies Private Limited at **umesh.pandey@karvy.com**. Members holding Shares in demat form are requested to register/update their e-mail address with their Depository Participant(s) directly. Members of the Company, who have registered their email-address, are entitled to receive such communication in physical form upon request.

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8. Members who are holding physical Shares in identical order of names in more than one folio are requested to send to the Company or Company's Share Transfer Agent the details of such folios together with the Share certificates for consolidating their holding in one folio. The Share certificates will be returned to the Members after making requisite changes, thereon. Members are requested to use the new Share transfer form SH-4.
9. The Shares of the Company are compulsorily traded in electronic form. The Members are requested to forward all applications for transfer and all other Shares related correspondence, including intimation for change of address, if any, to the Registrars and Transfer Agent of the Company at the following address:

KFin Technologies Private Limited
(Formerly known as Karvy Fintech Private Limited)
Selenium Building, Tower - B, Plot No. 31 & 32, Financial District, Nanakramguda Serilingampally, Hyderabad, Rangareddi, Telangana- 500032
Tel: +91-040-6716 2222/7961 1000
Email: einward.ris@kfintech.com
Website: <https://www.kfintech.com/>
10. Members holding Shares in single name and physical form are advised to make nomination in respect of their Shareholding in the Company. The Nomination Form SH 13 prescribed can be obtained from the Registrar and Transfer Agent or the Secretarial Department of the Company at its Registered Office.
11. The Securities and Exchange Board of India (SEBI) vide its circular dated 20th April, 2019 has mandated registration of Permanent Account Number (PAN) and Bank Account Details for all securities holders. Members holding shares in physical form are therefore, requested to submit their PAN and Bank Account Details to R&T Agent/ Investor Services Department of the Company by sending a duly signed letter along with self-attested copy of PAN Card and original cancelled cheque. The original cancelled cheque should bear the name of the Member. In the alternative Members are requested to submit a copy of bank passbook / statement attested by the bank. Members holding shares in demat form are requested to submit the aforesaid information to their respective Depository Participant.

12. **Explanatory Statement in respect of the special business pursuant to Section 102 of the Companies Act, 2013:**

Item No. 3:

The Company is constantly in requirement of funding its working capital requirements owing to the expansion activities being undertaken by the Company. The Company's operations have also had a setback due to the restrictions on activities due to Covid-19. The Company hence forecasts additional fund requirements in the near future and thus intends to increase its borrowing limits.

Pursuant to Section 180 of the Companies Act, 2013 and other applicable provisions of the Companies Act, 2013, the Company needs to obtain prior approval of the shareholders by way of a Special Resolution in case the amount borrowed together with the money already borrowed exceeds the aggregate of the paid up share capital of the Company.

Accordingly, the Board of Directors of the Company proposes to obtain approval of the Shareholders by way of Special Resolution as contained in the notice for increasing the borrowing powers of the Company for an amount not exceeding ₹ 25,00,00,000/- (Rupees Twenty Five Crores Only).

None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolutions set out at Item No. 3 this Notice except to the extent of their shareholding in the Company.

The Board commends the Special Resolution set out at Item No. 3 of this Notice for approval by the Members.

13. **Details of Directors seeking appointment/re-appointment as required under Regulation 36 of the Listing Regulations:**

1. **Ms. Purti H Sadh, Director of the Company:**

Director Identification Number (DIN)	08228285
Date of Birth	November 27, 1982
Nationality	Indian

SK International Export Limited

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Date of Appointment on Board	September 13, 2019
Brief Profile including Qualifications	Ms. Purti H Sadh holds a Bachelor degree in Arts (Psychology and Economics) from Mumbai University, Maharashtra. She has more than 8 years of experience in Textile industry. She has been an instrumental force in formulating and implementation the business strategies of our Company.
Shareholding in SK International Export Limited	13730
List of Directorships held in other Companies (Including Private Companies)	-
Memberships / Chairmanships of Audit and Stakeholders' Relationship Committees across Public Companies	<u>SK International Export Limited:</u> <u>Member:</u> a. Stakeholder Relationship Committee
Relationship with Directors	Wife of Mr. Hitesh S Sadh
Number of Board meetings attended during the year	5/5
Terms and conditions of appointment / re-appointment	As may be recommended by the Nomination & Remuneration Committee and approved by the Board of Directors.

SK International Export Limited

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Remuneration sought to be paid	Remuneration of ₹ 4,92,100 paid during the financial year 2020-21
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Registered Office:
78, Ground, A2 Shah & Nahar
Industrial Estate, Sitaram Jadhav
Marg, Lower Parel, Mumbai - 400013

By the order of the Board of Directors
For SK International Export Limited

Mumbai
September 4, 2021

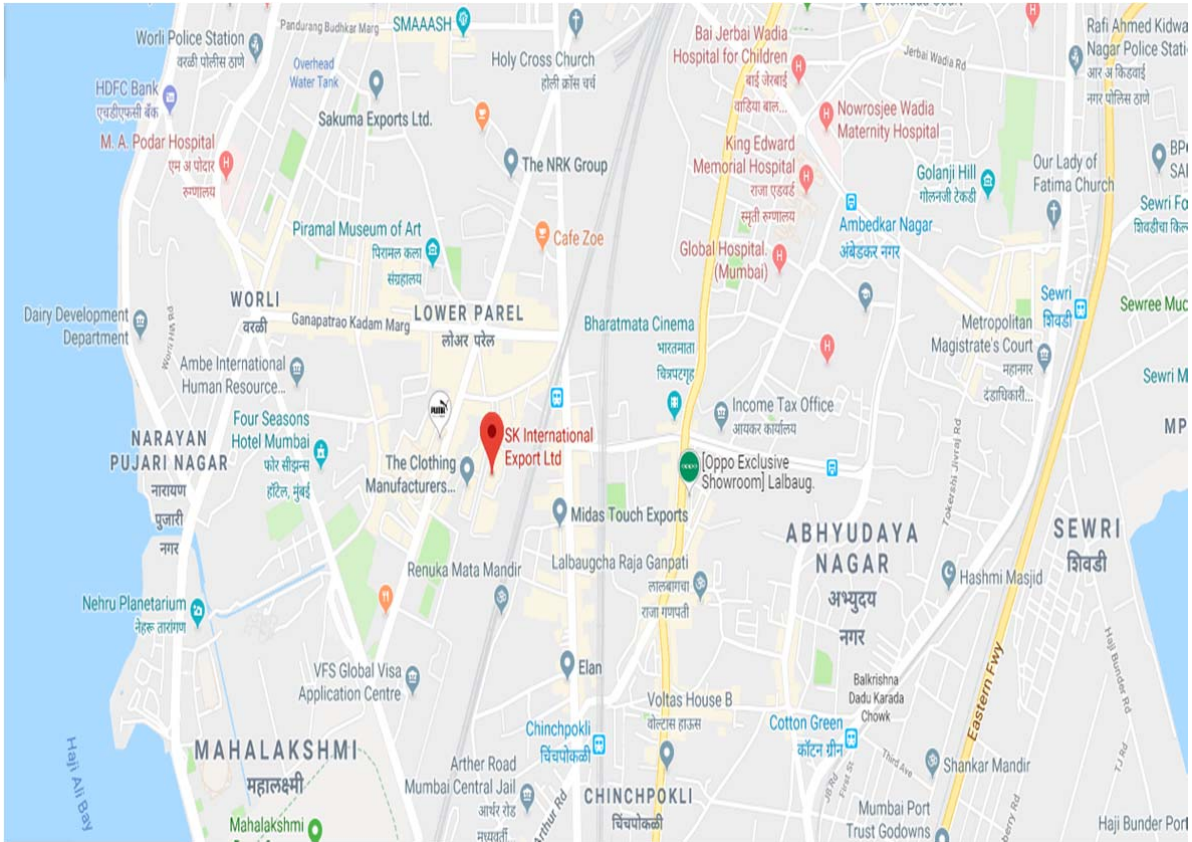
Sd/-
Hitesh S Sadh
Designation : Managing Director
DIN : 03055331

SK International Export Limited

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Route Map for the Third Annual General Meeting



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SK International Export Limited

Corporate Identification Number (CIN): L18109MH2018PLC314141

Registered Office: 78, Ground, A2, Shah & Nahar Industrial Estate, Sitaram Jadhav Marg, Lower Parel, Mumbai - 400013

Attendance Slip

Third Annual General Meeting to be held on Thursday, September 30, 2021 at the registered office of the Company at 78, Ground, A2, Shah & Nahar Industrial Estate, Sitaram Jadhav Marg, Lower Parel, Mumbai – 400013 at 11:00 am IST

Please complete the Attendance Slip and hand it over at the entrance of the Meeting Hall, Joint Shareholders may obtain additional Attendance Slip on request.

DP ID No.	Client ID	Folio No.

I/We certify that I/We are a member/proxy/authorized representative for the member for the Company

I/We hereby record my/our presence at the Third Annual General Meeting of the Company held on Thursday, September 30, 2021 at the registered office of the Company at on 78, Ground, A2, Shah & Nahar Industrial Estate, Sitaram Jadhav Marg, Lower Parel, Mumbai – 400013 at 11:00 AM IST.

Name of the Member/Proxy _____

Signature _____

SK International Export Limited

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Proxy Form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN : L18109MH2018PLC314141
Name of the Company : SK International Export Limited
Registered office : 78, Ground, A2, Shah & Nahar Industrial Estate,
Sitaram Jadhav Marg, Lower Parel, Mumbai - 400013
Name of the Member (s) :
Registered address :
E-mail Id* :
Folio No/ Client Id :
DP ID :

I/We, being the Member (s) of Shares of the above named Company, hereby appoint

1. Name :
Address:
E-mail Id :
Signature :.....or failing him

2. Name :
Address:
E-mail Id :
Signature :....., or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the Third Annual General Meeting of the Company, to be held on Thursday, September 30, 2021 at 11:00 AM (IST).

Signed this..... day of..... 2021

Signature of Shareholder

Signature of Proxy holder(s)

Affix
Revenue
Stamp

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.