



CENTURY TEXTILES AND INDUSTRIES LIMITED

119th Annual Report & Accounts
2015-2016



Chairman's Statement

Dear Shareholders,

In today's fluid global economic scenario, India is somewhat better placed among emerging economies. The Union Budget 2016-17 has given a boost to the critical areas of agriculture, education, rural development and infrastructure, particularly the road sector. That takes us a step closer in the direction of an economic recovery. By adhering to fiscal prudence, the Finance Minister has paved the way for the RBI Governor to reduce the future interest which will lead to revival of investment in infrastructure and industry. With political stability at the centre and the government committed to desired reforms, it is expected that better economic growth will emerge in the coming years.

Due to subdued cement demand and over capacity in the industry, there has been pressure on capacity utilization and cement prices. This, coupled with increased interest cost due to commissioning of new units, has impacted the performance of our Company. In view of the expected improvement in our economy, prices and demand for products of our Company should improve in future.

I would like to extend my gratitude to all our stakeholders, including shareholders, customers, lenders and our loyal, hard working and committed employees, for their continued support and faith in the Company.

B. K. Birla
Chairman

BOARD OF DIRECTORS

(As on 03/05/2016)

Shri B. K. Birla, Chairman

Shri Kumar Mangalam Birla, Vice-Chairman

Smt. Rajashree Birla

Shri Pradip Kumar Daga, Independent Director

Shri Yazdi P. Dandiwala, Independent Director

Shri Rajan A. Dalal, Independent Director

Shri Sohanlal K. Jain, Independent Director

Shri D. K. Agrawal, Whole-time Director

CONTENTS

Board of Directors	01
Team of Executives.....	02
Performance Highlights.....	03
Fabrics and Apparel.....	04
Rayon.....	05
Cement.....	06
Paper.....	08
Directors' Report.....	09
Management Discussion and Analysis Report.....	16
Annexures I to VI to the Directors' Report.....	22
Corporate Governance Report	42
Independent Auditors' Report.....	54
Balance Sheet.....	60
Statement of Profit and Loss.....	61
Cash Flow Statement	62
Notes '1' to '46'	64
Operating Results for Five years	100
Statement of Assets and Liabilities for Five years	101

Notice for Annual General Meeting is being sent separately through Speed post / Registered post / e-mail as required under the Companies Act, 2013 & Rules made thereunder.

Company's Grievance Redressal Division's e-mail id for investors: investorrelations@centurytext.com

TEAM OF EXECUTIVES AS ON 03/05/2016

TEXTILES

Century Textiles and H.O.

Shri R.K. Dalmia	Senior President & C.F.O.
Shri U.C. Garg	Executive President (Purchase & Projects)
Shri Abhay Nahar	Vice President (Finance)
Shri Nilay Rathi	Vice President (Commercial)

Birla Century, Century Yarn and Denim

Shri R.C. Panwar	Joint President (Marketing)
Shri Sanjay Khimesra	Joint President (Works)
Shri Jagir Singh	Joint President (Operations) - Yarn & Denim
Shri Abhijit Bhatwadekar	Senior Vice President (Spinning) & Factory Manager
Shri Somes Bhaumik	Vice President (Processing)
Shri Pradeep Kher	Vice President (Marketing)

RAYON

Century Rayon, Tyrecord and Chemicals

Shri O.R. Chitlange	Senior President
Shri S.K. Mital	Executive President (Engineering, Auxiliary & Instrument)
Shri Subodh Dave	Joint President (Personnel & Administration)
Shri Apurva Gupta	Joint President (Rayon)
Shri V.K. Jhington	Joint President (Tyrecord, CSY & TQM)
Shri Sudhir Luthra	Joint President (Chemicals & Safety)
Shri Arun Jhavar	Senior Vice President (Marketing)
Shri Yogesh R. Shah	Vice President (Finance)

CEMENT

Century, Maihar, Manikgarh and Sonar Bangla Cements

Shri Jayant Dua	Senior President & Chief Executive Officer
Shri Rajesh K Shah	Head-Finance & Commercial
Shri Vibhu Goyle	Chief Marketing Officer
Shri R S Doshi	Senior Executive President - Commercial
Shri Rajeev Deshpande	Senior Vice President - Purchase

Century Cement & Sonar Bangla Cement

Shri Alok Patni	President (Works)
Shri Vijay Kumar	Senior Executive President (Plant)
Shri A.K. Panja	Executive President (Co-ordination & Marketing) - Sonar Bangla Cement
Shri Arun Gaur	Executive President (Finance)
Shri M.K. Jain	Executive President (Plant) - Sonar Bangla Cement
Shri Satish Gurttoo	Joint President (Electrical & Instrumentation)
Shri PVS Ravikumar	Joint President (Sales & Marketing)
Shri A.S. Thakur	Senior Vice President (Purchase)
Shri A.K. Bajpai	Senior Vice President (Marketing)
Shri Deepak Jaisinghani	Senior Vice President (Mechanical)
Shri B.P. Mishra	Senior Vice President (Mines)

AUDITORS

Dalal & Shah, Mumbai

REGISTERED OFFICE

Century Bhavan, Dr. Annie Besant Road, Worli, Mumbai - 400 030

Maihar Cement Units I & II

Shri R.K. Vaishnavi	President (Works)
Shri P.M. Intodia	Senior Executive President (Commercial)
Shri Arvind Kumar Jain	Executive President (Mechanical)
Shri Manoj Gupta	Executive President (Finance)
Shri P.K. Agarwal	Executive President (Purchase)
Shri Ajai Kumar Jain	Senior Vice President (Production)
Shri J.P. Pandey	Senior Vice President (Mechanical)
Shri S.K. Singh	Senior Vice President (Personnel)
Shri Govind Mahajan	Senior Vice President (Electrical & Instrumentation)
Shri P K Agarwal	Vice President (Marketing)

Manikgarh Cement Units I & II

Shri P.S. Bakshi	President (Works)
Shri J.L. Tiwari	Senior Executive President (Plant)
Shri A.D. Karwa	Senior Executive President (Commercial)
Shri R.K. Udge	Executive President (Mines)
Shri Ashok Maheshwari	Executive President (Marketing)
Shri A.K. Jain	Executive President (Mechanical)
Shri M.P. Joshi	Executive President (Electrical & Instrumentation)
Shri N.D. Hemke	Senior Joint President (Mechanical)
Shri C.S. Vithalkar	Senior Vice President (Mechanical)
Shri H.P. Tiwari	Senior Vice President (Personnel & Administration)
Shri E.V. Ravikumar	Senior Vice President (Finance)
Shri V.K. Sharma	Senior Vice President (Mechanical)
Shri P.K. Bajaj	Vice President (Commercial)
Shri G.V. Suryanarayan	Vice President (Instrumentation)
Shri Piyush Kumar Choudhary	Vice President (Power Plant)
Shri Govind Maheshwari	Vice President (Marketing)
Shri A K Mishra	Vice President (Mechanical)
Shri Rajesh Shukla	Vice President (Production)

PAPER

Century Pulp & Paper

Shri J. P. Narain	Chief Operating Officer
Shri Bijay Dhimaan	Chief Accounts Officer
Dr. Alok Prakash	Chief Sales Officer

BIRLA ESTATES

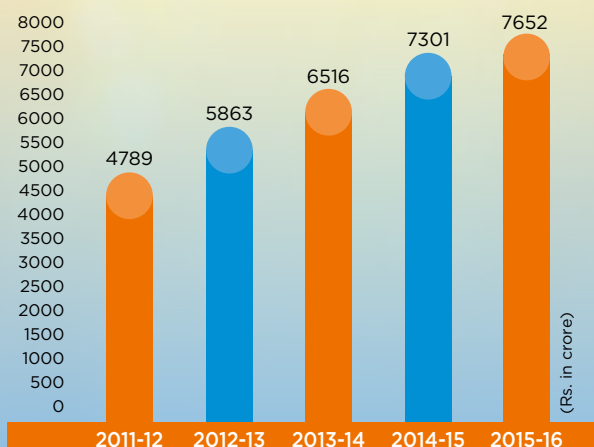
Shri K.T. Jithendran	Chief Executive Officer
Shri R. Lalwani	President (Commercial)
Dr. Ananya Gandotra	Head - Design
Shri Shodhan Kumbhavi	Head - Legal
Shri Sachin Sinnarker	Head - Liaison

CORPORATE

Shri D.K. Agrawal	President (Corporate Affairs)
Shri Atul K. Kedia	Vice President (Legal) & Company Secretary
Shri Arun Gaur	Head - Human Resources
Shri Gautam Sinha	Vice President - Human Resources

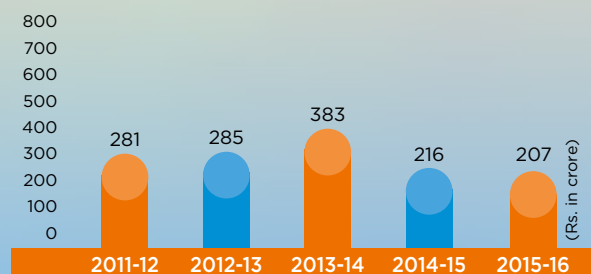
PERFORMANCE HIGHLIGHTS

NET SALES* & RENT FROM LEASED PROPERTIES



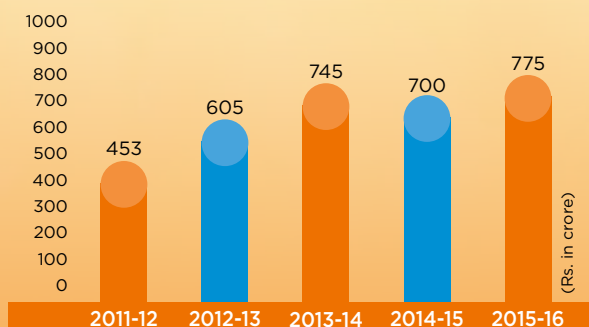
*Net Sales are net of excise duty

GROSS PROFIT AFTER INTEREST



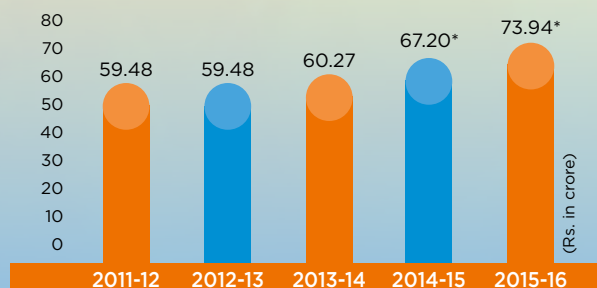
EBITDA

(Earning before Interest, Tax, Depreciation and Amortisation)



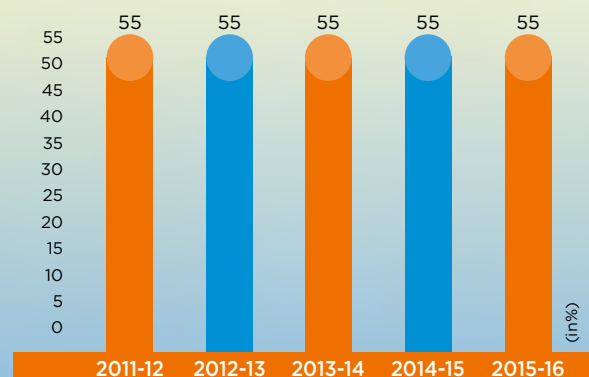
AMOUNT OF DIVIDEND

(including tax on it)



*Due to increase in share capital

RATE OF DIVIDEND



BIRLA CENTURY

New Stitching Facility for Bed Linen Products at Birla Century, Jhagadia, Bharuch



The renowned brands and retailers across the globe always prefer to have business with companies who have in-house stitching facility. Hence, Birla Century has this facility with versatile operations to cater the demands of brands and retailers of bed linen products as well as high premium products with value addition. We are equipped with all the latest Cutting and Sewing machines with capacity to stitch 2 lac sets per month plus latest value addition such as Fegotting and Merrowing, Pintuck and different type of hem treatments. The process of Home Furnishing starts from post processed fabric stage. This facility is helpful for creating an up market collection range in bed linen products i.e. Sheet Sets, Duvets, Shams, Bed Skirts etc. This facility has been designed and constructed in accordance with all the norms of international, technical, social and security compliances. The company has already started approaching retailers and brands in USA, U.K., Australia for strengthening the business of bed linen products.



National Convention on Quality Concepts (NCQC) Award

Birla Century participated in National Convention on Quality Concepts (NCQC 2015) held at Chennai and won the distinguished award on quality concepts.

Also won Silver Trophy (QC-Project) and two Bronze Trophies (Slogan) in the 3rd Annual Convention on Quality Concepts (ACQC-2015) held at Ankleshwar, Gujarat.



Texprocil Export Award

Birla Century has been awarded Bronze Trophy by "The Cotton Textiles Export Promotion Council" for export performance of Cotton Madeups for the year 2014-15.

AWARDS / PRIZES

1. Commissioning of Eight Continuous Spinning machines

We are the largest manufacturer of CSY in the Country. To further strengthen our position and to cater to market demand of fine denier in Continuous Spun Yarn, eight CSY machines were added to take the tally to fifty.

2. IMC Ramkrishna Bajaj National Quality Award 2015

Century Rayon participated in IMC Ramkrishna Bajaj National Quality Award 2015 and won Certificate of Merit. We also bagged 'Best Practices award' from the Ramkrishna Bajaj National Quality Award Trust for our in-house developed system for monitoring statutory compliance and e-intelligence data bank.

3. CII Energy award

The company has a successful track record towards energy conservation & management. We were awarded as Excellent Energy Efficient Unit for the year 2015 by CII.

4. Safety Award

We are recipient of Platinum Award in chemical sector for our good safety practices for the year 2015 at our Chemical plant, which was presented by Greentech Foundation.

5. Confederation of Indian Industry's QCC Competition 2015

Century Rayon participated in CII's State Level Quality Circle Competition held at Kolhapur in August 2015. Two Quality Circles had participated. Swastik Quality Circle won the 2nd Prize at the State Level.

6. Quality Circle Forum of India (QCFI)'s Chapter and National Convention - 2016

Four Quality Circles participated at QCFI's Chapter Convention held at Mumbai in September 2015. Three Gold and one Silver Awards were obtained at the Chapter Convention.

Three Quality Circles participated at QCFI's National Convention held at Chennai in December 2015. All three Quality circles have obtained "Excellence" Award.



Night panoramic view of Manikgarh Cement Unit II at Gadchandur, Dist. Chandrapur, Maharashtra



A view of Sonar Bangla Cement 1.5 Million TPA Cement Grinding Unit at Village Dhalo, Dist. Murshidabad, West Bengal



Sewage Treatment Plant at Century Cement, Baikunth, Dist. Raipur, Chhattisgarh



Two modern sewage treatment plants based on Mix Bed Bio Reactor (MBBR) technology were put up at Century Cement, Baikunth, Dist. Raipur, Chhattisgarh to make use of sewage water.

500 kilo liter water per day is generated and used in gardens and for plantation. Sludge coming out of these sewage plants is being used as manure after composting.

With this, Century has not only saved fresh water which was otherwise to be used for plantation but also reducing water pollution and helping the Swachh Bharat Mission.

Extension of Wagon Loading platform



Extension of Wagon Loading platform enabling single placement of rake and installation of 2 additional Wagon Loader for improving loading efficiency at Maihar Cement Unit No. 2, Sarlanagar, Maihar, Dist. Satna, Madhya Pradesh

AWARDS

Maihar Cement has won first prize in the “Water Quality Management”



For its limestone mines in the group of fully mechanized mines from the Indian Bureau of Mines, Jabalpur Region.

Manikgarh Cement has won special award “PANDWANI” for achieving First prize in the “Noise Vibration Control and Aesthetic Beauty”



For consecutively three years from Indian Bureau of Mines, Nagpur, Chhattisgarh & Madhya Pradesh Region.

WEALTH FROM WASTE

Century always has a strong endeavour to protect Environment and Natural Resources.

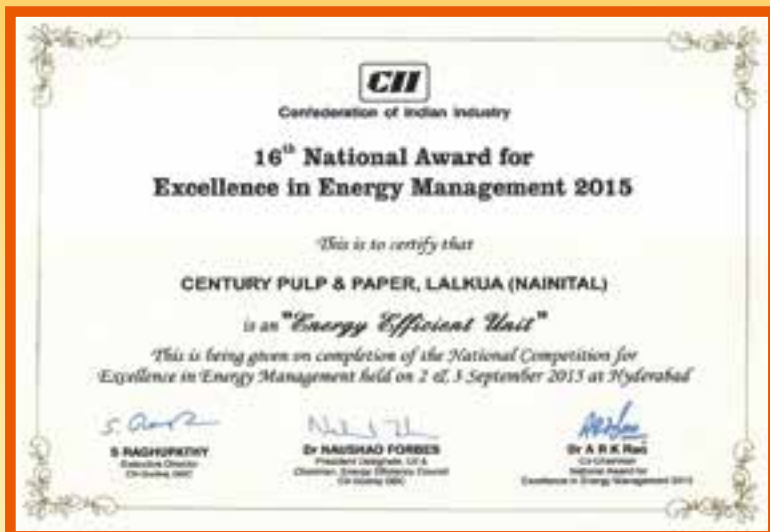
We make every attempt, through all our operating processes and systems, not only to make best use of limited available natural resources including agro products, but always to keep in mind a clean environment for the society.

In this aspect, Century Pulp & Paper has recently started generating wealth from its operating waste. Effluent generated during the process of wet de-pithing bagasse, having high COD value - are made to becoming bio-degradable in anaerobic conditions, through our newly installed high state of art technological 'Bio-Methane Plant'. With the help of a bio-digester, this plant generates various gases. After purification of generated gases, Methane gas being extracted as a major source of fuel due to having high calorific value equivalent to Natural gas.



Generated Compressed Methane Gas (CMG), is being used as a fuel in one of the Process Plant, and now it helps in saving LPG of 2.5 Mt/day. Bio-Methane Plant has a potential to go up to 4.0 Mt/day, with calorific value upto 1.1 times of LPG.

ENERGY EFFICIENT UNIT



Century Pulp & Paper, Lalkua (Nainital) has bagged "National Energy Efficient Unit Award" in Paper & Sugar sector, by CII in a National Level Award competition for Excellence in Energy Management-2015.

