



A century old **legacy**

Cheviot Company Limited
Annual Report 2021-22



Contents

Corporate Overview

Milestones	02
Corporate Portrait	04
Financial Performance	08
Enhancing Value to Shareholders	09
Community Outreach	10
Ten Years Financial Highlights	12
Corporate Information	13

Statutory Reports

Board's Report	14
Annexure I-V to Board's Report	23

Financial Statements

Independent Auditors' Report	45
Balance Sheet	54
Statement of Profit and Loss	55
Statement of Changes in Equity	56
Statement of Cash Flows	58
Notes to the Financial Statements	61

Notice

Notice calling the 124th Annual General Meeting	117
Communication on Tax Deduction on Dividend	127



**An inspiring tale
of a glorious Jute Mill,
located near the banks
of River Ganga.**



Cheviot Jute Mill has evolved with time and created state-of-the-art infrastructure capable of manufacturing a variety of jute textiles and yarns for industrial use.

Our core strength is Trust and Perfection. We continuously challenge ourselves to deliver the finest product. Our quest for excellence transpires in building the Trust of our Customer.

Milestones



1897

The year of incorporation. The Company was originally set up by the **House of Andrew Yules, Calcutta** in the name of **Delta Jute Mills Company Limited**



1967-68

Two Jute Mills, namely Budge Budge Jute Mills Company Limited and Cheviot Jute Mills Company Limited, were amalgamated with Delta Jute Mills Company Limited and subsequently, the name was changed to **Budge Budge Amalgamated Mills Limited** with effect from the **11th day of January, 1968**.



1975-76

Budge Budge Amalgamated Mills Limited came under the present management of **Kanoria family**. Later, the name of the Company was rechristened to its present name "**Cheviot Company Limited**" with effect from 1st day of September, 1976.



1995

Export sales recorded an increase of **188%** as overseas buyers gradually recognised the high quality of jute products offered by Cheviot like upholstery fabrics, blended fabrics, industrial yarn etc. The Company was accorded the status of an **Export House** by the Government of India. The Company made a **Public Issue** and the shares were **listed on BSE Limited**.



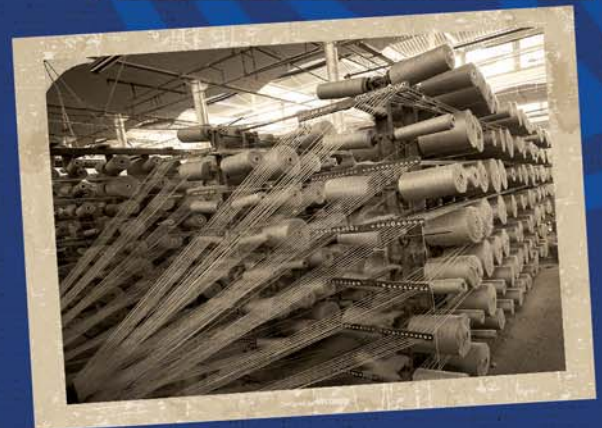
1997

Cheviot commenced commercial production in a **100% Export Oriented Unit** set up at Budge Budge with modern looms for manufacture of high grade industrial fabrics in **January, 1997**. The Company achieved **30% growth in Export Sales** during this year.



2000

Cheviot achieved **₹ 10,000 Lakhs+ Turnover** during this year. **Mr. Harsh Vardhan Kanoria** was appointed as Chairman and Managing Director of the Company.





2003

This year was characterised by timely implementation of Company's prestigious projects by setting up a new **100% Export Oriented Unit in Falta Special Economic Zone** for manufacture of industrial fabrics which commenced commercial production in March, 2003 and installation of 3.14MW Captive Power Plant at composite Jute Mill for uninterrupted power supply which became operational in January, 2003.



2006

Cheviot announced issuance of **Bonus Shares** in the ratio of 1:2 by capitalisation of General Reserve.



2011

Cheviot achieved **₹ 30,000 Lakhs+ Turnover** during this year.



2015

The Company was accorded the status of **Two Star Export House** by the Government of India.



2018-19

Cheviot announced issuance of **Bonus Shares** in the ratio of 1:2 by capitalisation of General Reserve. Cheviot received two prestigious awards, **Silver Export Award 2017-18** for conventional jute products and **Silver Export Award 2017-18** for jute diversified products from the Ministry of Textiles, Government of India.



2020

The Company featured in the **top 1,000 listed companies** by market capitalisation on BSE Limited.



2021

The Company was accorded the status of **Three Star Export House** by the Government of India.



2022

Cheviot's profit before tax surpassed **₹ 10,000 Lakhs** and Turnover exceeded **₹ 50,000 Lakhs** during this year on account of increased sale volume and better margins on exports. The shares of the Company have been **listed on National Stock Exchange of India Limited**.

Corporate Portrait

Moving into the 125th year since inception, we express our sincere gratitude to our investors, customers, associates and employees for their longstanding trust and commitment.

Cheviot has been under the management of Kanoria family for almost 50 years. Mr. Harsh Vardhan Kanoria had a strong conviction on the versatility of golden fibre and did not remain confined to traditional jute products. He pioneered a specialised weaving unit at Falta Special Economic Zone which led to a global presence for jute textiles. The value-added high grade export yarns and textiles fetched recognition for jute goods across the globe.

An eco-friendly, bio-degradable and natural fibre holds an exciting potential and contributes to maintain a safe environment. The diversified use of jute in floor coverings, jute geotextiles, shopping bags and other industrial purposes is giving a boost in the demand for jute goods.

A new multi-storey weaving and processing unit is set to be commissioned in order to boost the production of fabrics with superior finishes to satiate the global demand for sustainable fabric.

Of trust.

Of commitment.

Of perfection.





Our Vision

To produce and supply environmental-friendly jute products conforming to international standards and create value for our stakeholders.



Our Credentials

Cheviot Company Limited, the flagship company of Group Cheviot, rests on the pillars of integrity, perseverance, technology, innovation, and precision. Upholding these values, Cheviot has established itself as one of the premier Jute conglomerates of the world. Today, it manufactures high quality precision jute yarn, fabrics, sacks and customised products such as geotextiles, food grade bags and technical textiles for the domestic and international markets. Cheviot strives to provide sustainable alternatives through the processing of the eco-friendly and highly versatile golden fibre. Cheviot produces 50+ million jute bags per year that are solely used for food grain packaging by the Government of India.

The company has two state-of-the-art manufacturing units which are equipped with the latest technology situated in the State of West Bengal, India.

Budge-Budge Plant



A composite jute mill. This facility is equipped to produce customised food grade bags, fabrics that are free from hydrocarbons, packaging products, geotextiles and premium quality yarn of various counts.

Falta Special Economic Zone Plant



This is a sophisticated jute weaving unit manufacturing decorative fabrics, geotextiles and lifestyle products woven on Sulzer Looms. This 100% export oriented unit offers customised products to foreign buyers across the globe.

Cheviot Company Limited

- a company that has built a legacy of trust through sustainable growth over **124 years.**



Superior quality of products



Customer satisfaction as core business motto



Transparency and fair business practices



Innovative solutions to meet customer needs



Long-term vision and commitment



Motivation and involvement across all operations and with customers



Continuous technological advancement in manufacture



Vigorous research and development work leading to innovation



Consumer friendly and direct relationship with customers



Financial stability as reflected in company growth and performance



In other words, a company that epitomizes quality as its mainstay to achieve a sustainable growth. The dedication and consistency is reflected in the performance. We are proud to report that the installed capacity has gone up by nearly 50% in a span of 20 years and the Net Worth of the Company has doubled over a decade. Having reduced water consumption by 20% and energy consumption by 25% over the last 5 years, we are on the path to being a carbon neutral production house.

Customers

The Company has export presence in several countries including Belgium, Netherland, Germany, Italy, USA, Saudi Arabia, Turkey, Japan and Indonesia. The domestic sales largely consist of Government procurement for packaging of food grains. Besides, there are local demands for jute fabrics and bags in the domestic market.



Certification

Quality has been the hallmark for Cheviot products. The Company is accredited with **IS/ISO 9001:2015** for Quality Management System; **IS/ISO 14001:2015** for Environmental Management System and **IS/ISO 45001:2018** for Occupational Health and Safety Management Systems. Cheviot Company Limited is recognised as a **THREE STAR EXPORT HOUSE** by the Government of India.



Stock Information

BSE Scrip Code

526817

National Stock Exchange of India Limited
Symbol

Cheviot

ISIN

INE974B01016

Promoters' holding

74.8278%

Market Capitalisation

₹67,946 Lakhs

Financial Performance

44.31%

growth in **revenue from operations**
from ₹ 39,575.57 Lakhs in 2020-21
to ₹ 57,113.07 Lakhs in 2021-22



8.81%

growth in **EBITDA** from
₹ 9,796.09 Lakhs in 2020-21 to
₹ 10,659.14 Lakhs in 2021-22



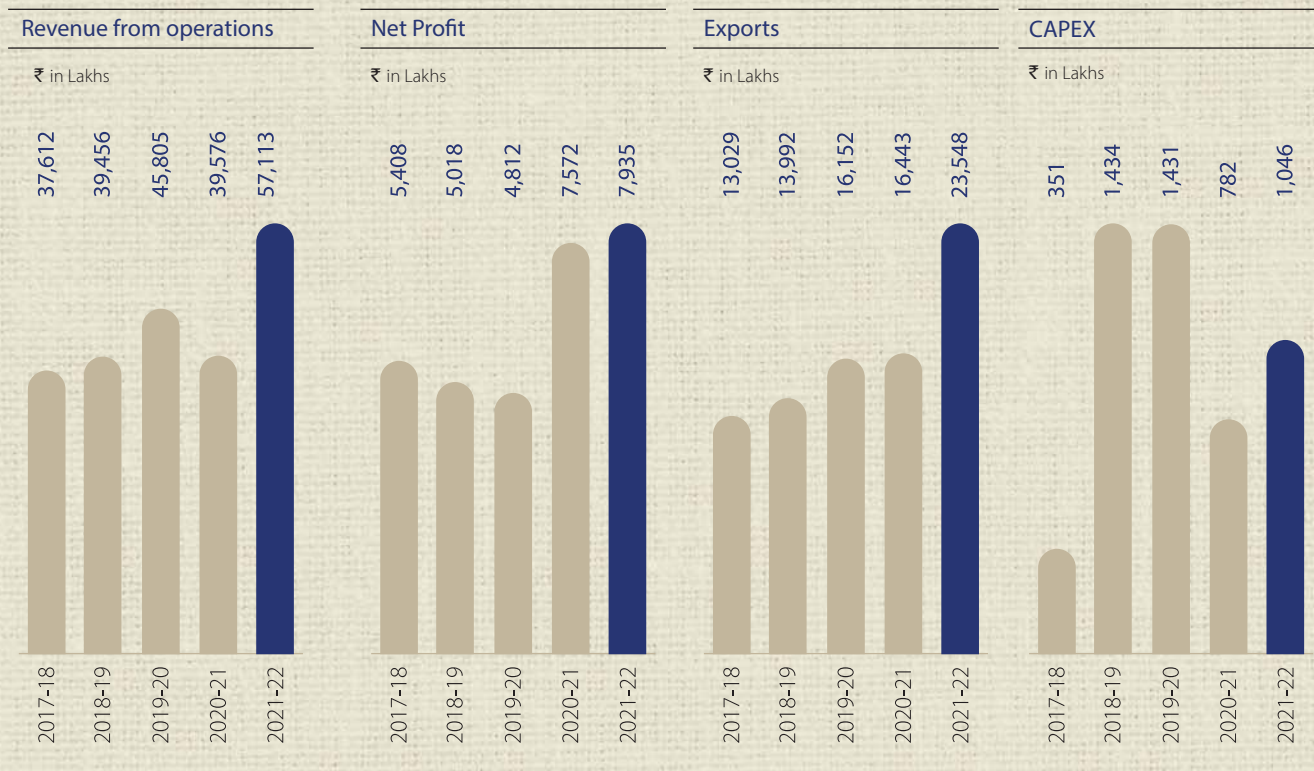
4.79%

growth in **PAT** from
₹ 7,572.31 Lakhs in 2020-21 to
₹ 7,934.87 Lakhs in 2021-22



43.21%

increase in **exports** from
₹ 16,442.72 Lakhs in 2020-21 to
₹ 23,548.04 Lakhs in 2021-22



Ratios:

2021-22

ROCE

19.87%

Current Ratio

6.31

Debt-Equity Ratio

0.02

Debt Service Coverage Ratio

164.81

Return on Equity Ratio

16.25%