

28th Annual Report | 2017 – 2018



VAULTING TO GREATER HEIGHTS



FILATEX
INDIA
LIMITED

FILATEX INDIA LIMITED

Annual Report 2017-18

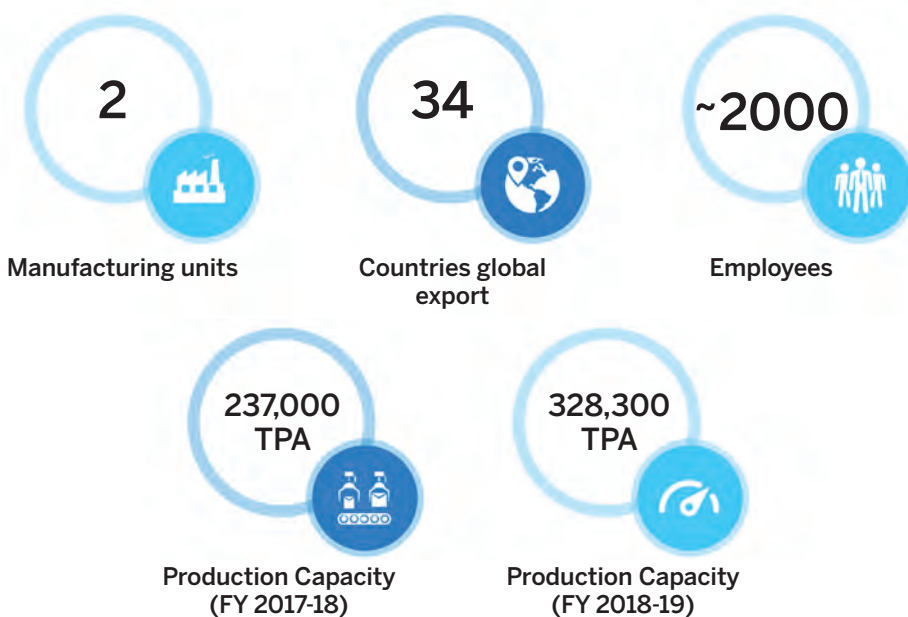
Caution regarding forward-looking statements

This document contains statements about expected future events and financial and operating results of Filatex India Limited, which are forward-looking. By their nature, forward-looking statements require the Company to make assumptions and are subject to inherent risks and uncertainties. There is significant risk that the assumptions, predictions and other forward-looking statements will not prove to be accurate. Readers are cautioned not to place undue reliance on forward-looking statements as a number of factors could cause assumptions, actual future results and events to differ materially from those expressed in the forward-looking statements. Accordingly, this document is subject to the disclaimer and qualified in its entirety by the assumptions, qualifications and risk factors referred to in the management's discussion and analysis of the Filatex India Limited Annual Report 2017-18.

Contents

Corporate Information	02
Chairman & Managing Director's message	14
Director's Report	20
Corporate Governance Report	28
Management's Discussion and Analysis	39
Standalone Financial Statement	59
Consolidated Financial Statement	155

SALIENT FACTS AND FIGURES





(1934-2017)

SH. RAM AVTAR BHAGERIA

FOUNDER CHAIRMAN

“That man is a success –
who has lived well,
laughed often and loved much;
who has gained the respect of intelligent men
and the love of children;
who has filled his niche
and accomplished his task;
who leaves the world better
than he found it;
who looked for the best in others
and gave the best he had.”



Corporate Information

BOARD OF DIRECTORS

Mr. Madhu Sudhan Bhageria Chairman & Managing Director DIN: 00021934	Mr. B.B. Tandon Independent Director DIN: 00740511
Mr. Purrshottam Bhaggeria Joint Managing Director DIN: 00017938	Mr. S.C. Parija Independent Director DIN: 00363608
Mr. Madhav Bhageria Joint Managing Director DIN: 00021953	Mr. S.P. Setia Independent Director DIN: 00255049
Mr. Ashok Chauhan Executive Director DIN: 00253049	Mrs. Pallavi Joshi Bakhru Independent Director DIN: 01526618

CHIEF FINANCIAL OFFICER

Mr. R.P. Gupta

COMPANY SECRETARY

Mr. Raman Kumar Jha

BANKERS

Union Bank of India
Punjab National Bank
Bank of Baroda
Oriental Bank of Commerce

AUDITORS CORPORATE OFFICE


Arun K Gupta & Associates D-58, East of Kailash New Delhi - 110 025	BHAGERIA HOUSE 43, Community Centre, New Friends Colony, New Delhi - 110 025
---	--

REGISTERED OFFICE WORKS

S. No. 274, Demni Road, Dadra - 396 191 (U.T. of Dadra & Nagar Haveli) Ph: 260-2668343/8510 Fax: 260-2668344 Email: fildadra@filatex.com Website: filatex.com CIN: L17119DN1990PLC000091	S. No. 274, Demni Road, Dadra - 396 191 (U.T. of Dadra & Nagar Haveli) A-2, Extension, Phase - II (Noida) Distt. Gautam Budh Nagar - 201 304 (U.P.) Plot No. D-2/6, Jolva Village PCPIR, Dahej-2 Industrial Estate GIDC, Distt. Bharuch, Gujarat – 392 130
---	---

REGISTRAR & SHARE TRANSFER AGENTS

MCS Share Transfer Agent Limited
F-65, Okhla Industrial Area,
Phase-I, New Delhi- 110020
Tel : 011-41406148
Fax : 011-41709881
Email: admin@mcsregistrars.com



At Filatex,
the success in all these
years came through determination
and diligent planning

1

Enhancing
product
range

2

Improving
capacity
utilization

3

Consistency
in product
quality

4

Adding
higher margin
products

5

Prompt
Customer
Support



Corporate Identity

Filatex India Limited is in the business of manufacturing of synthetic filament yarns having a wide range of products. It has been an interesting journey as the promoters made a successful transition from trading of different varieties of synthetic yarns to manufacturing. After two decades of trading activities of yarns, Filatex India was incorporated in August 1990 to enter into manufacturing and is now running 2 production facilities in Dadra & Nagar Havelli (UT) and Dahej (Gujarat).

Our Vision

To be one of the leading polyester yarns manufacturer producing products to international standards, to be customer focused through stringent quality assurance and continuous innovation.

Our Mission



To attain highest level of trust, integrity and honesty in business



To encourage people's ownership, empowerment and working under team structure



To manufacture at an affordable cost that provides our customers a competitive advantage



Strive to maintain an edge over its competitors due to consistent product quality and low operating cost

Our Values



Integrity and Honesty in Business



Customer Satisfaction & Delight



Encourage Creativity & Innovation to drive people, product & processes



To promote safe work practices



To protect the environment & community

MILESTONES

2018

Commissioned bright Polymerization of 300 TPD for spinning 190 TPD of FDY, 25 TPD of POY and 85 TPD of Bright chips at Dahej, Gujarat.

2016

In Dahej, added 115 TPD of Fully Drawn Yarn (FDY) in March and 200 TPD of Draw Textured Yarn (DTY)

2012

Set up of Poly-Condensation Plant of 600 TPD capacity along with 260 TPD Spinning of POY and balance 340 TPD of Chips at Dahej, Gujarat

2008

Started production of Fully Drawn Yarns - FDY in Dadra

1998

Added more Polyester POY and Polypropylene yarns at Dadra Plant.

1996

Diversified into Speciality Polyester Filaments yarn at Dara (U.T. of Dadra and Nagar Haveli) with production of POY and Textured Yarns.

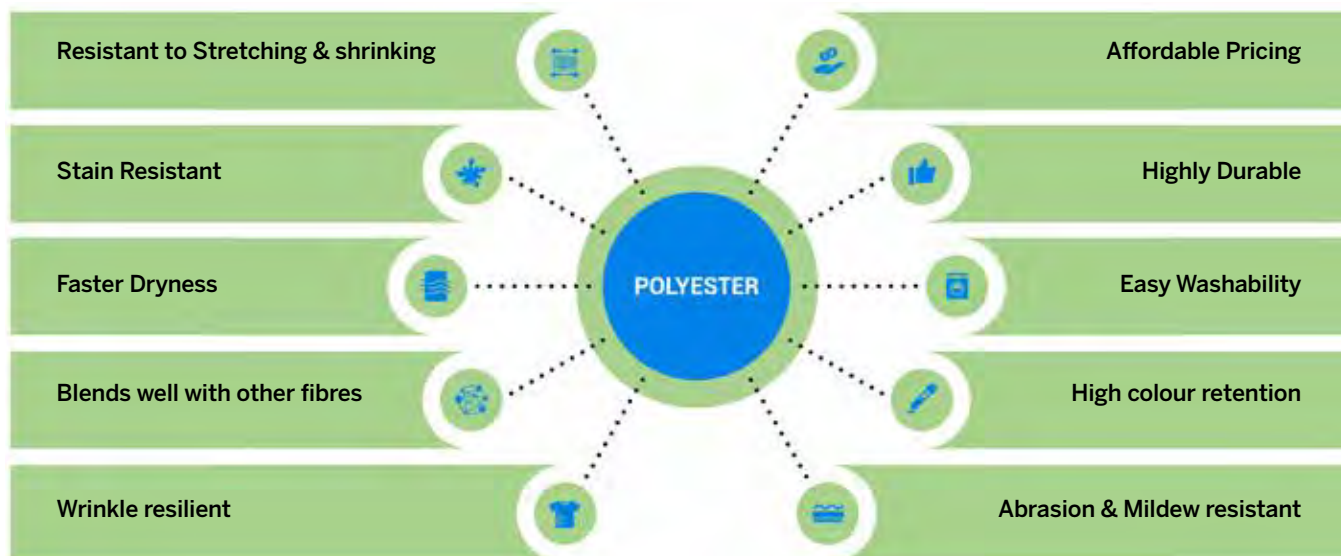
1994

Started production of Mono Filament Yarns at Noida.



POLYESTER – THE PREFERRED FIBRE

We believe that Polyester will be fibre of the future. Filatex has focused its future growth plans on Polyester Filament Yarns

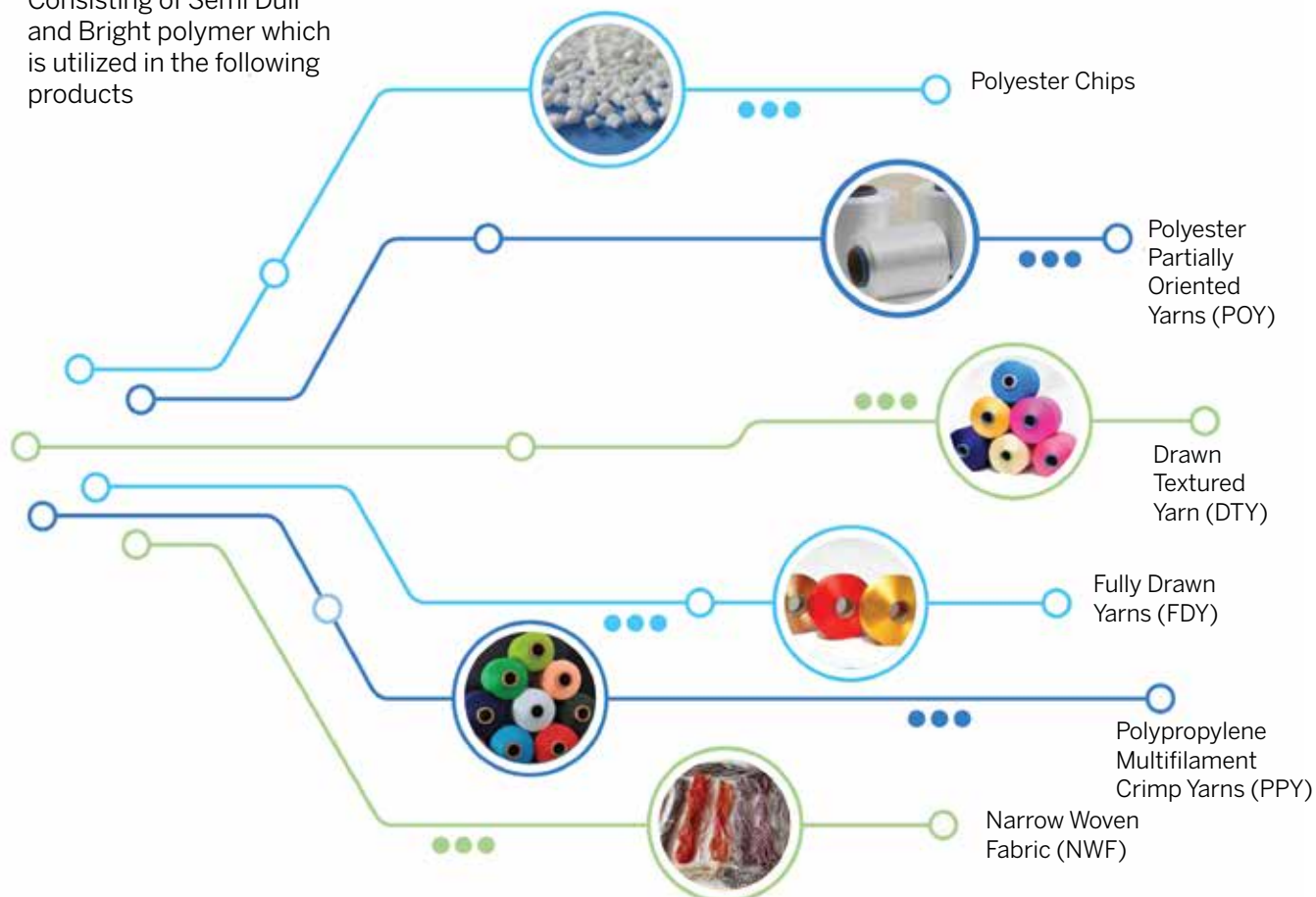


PRODUCTION CAPACITIES - FY 2018 - 19

Products (MTPA)	Production	Captive	Net	%age
Polyester Chips - Semi Dull	64,600	22,900	41,700	12.7%
Polyester Chips - Bright	31,000	13,300	17,700	5.4%
Polyester POY - Semi Dull	123,700	76,000	47,700	14.5%
Polyester POY - Bright	9,000	-	9,000	2.7%
Polyester DTY - Semi Dull	75,900	1,100	74,800	22.8%
Polypropylene DTY- Semi Dull	4,800	-	4,800	1.5%
Polyester FDY - Semi Dull	50,300	-	50,300	15.3%
Polyester FDY - Bright	81,200	1,400	79,800	24.3%
Narrow Woven Fabrics	2,500	-	2,500	0.8%
Grand Total	443,000	114,700	328,300	100.0%

DIVERSIFIED PRODUCT PORTFOLIO

Consisting of Semi Dull and Bright polymer which is utilized in the following products



1

Polyster Chips

Industrial intermediate product used to manufacture Polyester yarns.

2

POY

Intermediate product, post Texturizing used for knitting & weaving different kinds of Fabrics.

3

DTY

Produced by drawing & heating POY through a texturing process. It is used for manufacturing Fabrics.

4

FDY

Fully drawn polyester filament yarn is directly used for producing all kinds of fabrics specially for children and ladies.

5

PPY

Different shades and deniers, the range being used for Socks, Under Garments and Sports Wear.

6

NWF

Used in manufacture of Carpets, Rugs, Tapes, Ribbons and Zippers



Catering To Diverse End Users



Apparel

Polyester Filament Yarns are extensively used in apparels – Trousers, Shirts, Suitings & Sarees. PFY is a high strength filament that can withstand repetitive movements. Colour Fastness of Polyester Fiber is excellent. Its wear resistant, water resistant, wrinkle resistant and hydrophobic properties make it ideal for all kinds of apparels.

Women Wear & Under Garments

In these garments, seam softness is critical. The Textured Micro Denier have met the expected requirements and are being used in Lingerie, Performance garments - Active wear, Yoga wear, low shrinkage to ensure no seam distortion after washing & soft feel make these yarns ideal choice.



Home Textiles & Furnishings

Polyester Filament Yarn is also used for Home Furnishings, Fashion Fabrics, Terry Towels, Bed Sheets, Curtains & Carpets. Other growing applications are Upholstery Fabrics. Stain resistance makes it ideal for carpets.



Clothings

The preferred material for sportswear is Polyester Yarn. Sports leisure clothings require a fabric that's not only strong & durable but also abrasion resistant. Ease of washing & corrosion resistance make them easy to maintain with longer usage life.