



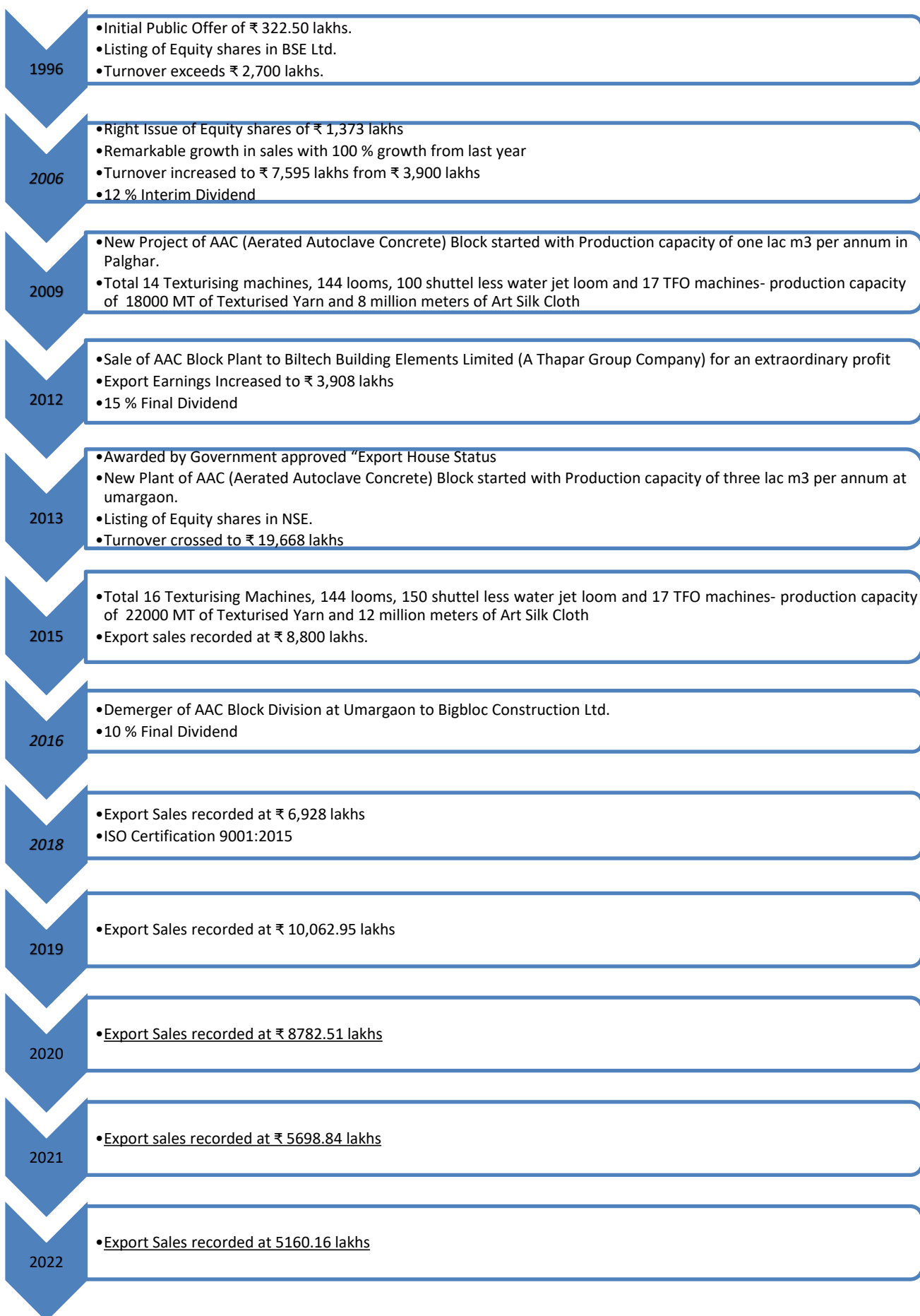
MOHIT[®]
INDUSTRIES LTD.

One of the Top Notch Manufacturers of
Fabrics & Texturised Yarns



32nd
Annual Report
2021-2022

MILESTONE



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CHAIRMAN'S MESSAGE:

Dear Stakeholders,

I hope that you, your families, and loved ones are safe and doing well. I write to you amidst uncertain times. The global spread of COVID-19 and India's lockdown have created an economic environment filled with uncertainty and risk. Our first priority has been to ensure that our workforce is safe.

I am pleased to share with you an update on your Company's performance for FY2022. The year saw a challenging business environment with lower GDP growth, compared to the previous years and witnessed a slowdown in consumption. The novel coronavirus has affected not just human health but severely impacted businesses and the society at large. Against this backdrop, your Company has delivered competitive, profitable and responsible growth.

The fiscal 2021-22 witnessed significant challenges as the global as well as the Indian economy continued to be affected by several macroeconomic factors. Amidst a challenging environment, your company continues to grow, backed by a robust business model and its strategic ability to navigate through troubled times. To retain our competitive advantage and consistently deliver value to all our stakeholders, we continue to focus on investments for research and development, technological enhancement and quality improvement to sustain profit margins and increase operational efficiency.

During the year, Your Company recorded total revenue of 16,986.16 Lacs against Rs. 15,119.88 Lacs in the previous year, representing a increase of 12.34% during the year and Profit before Tax Rs. 36.23 Lacs as compared to Rs. 103.90 Lacs during the year. Total Comprehensive Income during the year Rs. 598.10 lacs as compared to Rs. 86.59 lacs in the previous year.

The textile industry is going through multiple changes from different dimensions which are changing global and regulatory regime and there is no stopping to the increasing levels of competition. The company is diligently striving to provide complete fabrics by enrooting new product lines and gaining a deep understanding of consumer preferences through every passing year.

Your company has never intended to grow at an unsustainable & erroneous rate, by opening stores after stores but rather grow at a convincing rate, therefore, your company strategically plans and making sure that it reaches a wider section of people, and create value for its esteemed shareholders.

The Company provides its utmost attention towards the sustainability and protection of the environment and therefore the entire functioning of the plant is planned in such a manner that causes the least or no harm to the purity and beauty of our ecosystem. The Company also makes sure that it complies with all its official obligations relating to the environmental aspects.

However, as your company is involved in textile business, and due to the nation-wide lockdown, the production and demand of textile product was reduced, it did cause a short-term impact on the working, but a surge in demand was witnessed in the unlocking phase. The demand of products is expected to rise with the improving conditions.

Hereby, on behalf of the company, I would like to assure that your company does not foresee any impact in respect of its existing contracts and agreements and its long-term sustainability is expected to remain unharmed.

I would like to take this opportunity to thank each and every employee as well as others who are associated with Mohit Industries Limited in any way and also our partners across the value chain for their commitment and service to us. Most importantly, I would like to thank you, our shareholders, for our overwhelming trust, support and confidence in Mohit Industries Limited.

**With Warm Regards,
Mr. Narayan Sitaram Saboo
Sd/-
Chairman & Managing Director
Mohit Industries Limited**

BRIEF PROFILE OF DIRECTORS

Mr. Narayan Sitaram Saboo (Managing Director) is a Co-Founder of Mohit Industries Limited. He is a dynamic personality whose business acumen has enabled the Company to take swift strides forward and achieve new glories, year after year. He Holds degree of Bachelor of Laws (LLB). His function as Managing Director includes envisioning company's growth, Strategy, responsibility for the overall management of the Company. His proactive and practical strategies have been key drivers of company growth. He also oversees the financial aspects of the company. He is actively associated with various Social welfare and charitable Trusts. He is a Member of Surat Textile Association.

Mr. Naresh Sitaram Saboo (Director) is an Integral part of Mohit Industries and has been associated with the Company since 1998. His rich experience in Productions, Product Development, Modification of Equipment and system analysis has contributed to the success of MIL. He has international exposure and aware of the latest trends in the manufacturing industry. His role as a director ensures that all the manufacturing activities including procurement of yarn, other raw materials, production planning, control and packing happen in sync with company objectives and values. He has been instrumental in providing strategic direction in selection of technology and machineries in setting up new manufacturing facilities, improvement of production processes and new ventures. Mr. Naresh Saboo embarked upon a purposeful and systematic search for change and opportunity to expand textile business of the company.

Mr. Manish Narayan Saboo (Director & CFO) has been associated with the company since 2006 and become member of the board in September 2011. He has completed his Masters in finance from Nottingham University, London. He is responsible for smooth project delivery and coordination. He manages the company's financial, marketing operation in Textile Segment and export activities of the company. His functions as executive director include planning and execution of the company's marketing & Financial Strategy. His active and energetic participation is an inspiration for all members.

Mr. Sachin Jain (Independent Director) holds degree of Bachelor of Management Science. He has Rich experience in the field of Textile, Marketing, and Production.

Mr. Jayesh Gandhi (Independent Director) holds degree of Bachelor of Commerce. He has wide experience of Textile Industry and Operational Management.

Mrs. Pragya Memani (Independent Director) holds degree of Bachelor of Design. She has more than 7 years of experience in the field of fashion Designing.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Narayan Sitaram Saboo
Mr. Naresh Sitaram Saboo
Mr. Manish Narayan Saboo
Mr. Jayesh Rasiklal Gandhi
Mr. Sachinkumar Pramod Jain
Mrs. Pragya Rahul Memani

Chairman & Managing Director
Director
Director
Non-Executive & Independent Director
Non-Executive & Independent Director
Non-Executive & Independent Women Director

COMPANY SECRETARY & COMPLIANCE OFFICER

CS Mittal Narendrabhai Shah (w.e.f. 14/02/2022)

STATUTORY AUDITOR

M/s. Rajendra Sharma & Associates
Chartered Accountants
3032, Jash Yarn & Textile Market
Ring Road, Surat-395002
Ph. No. 0261-2312322

REGISTER & TRANSFER AGENT

Adroit Corporate Services Private Limited
17-20, Jafferbhoy, Industrial Estate,
1st Floor, Makwana Road, Marol Naka,
Andheri (East), Mumbai-400059
Email Id: info@adroitcorporate.com
Website: www.adroitcorporate.com
Tel: +91-022-42270400 / 28596060
Tele Fax: +91-022-28503748

REGISTERED OFFICE

A-601/ B, International Trade Centre,
Majura Gate, Ring Road, Surat-395002
Ph. No.: 0261-2463261 / 62 / 63
Email: contact@mohitindustries.com
Website: www.mohitindustries.com
CIN: L17119GJ1991PLC015074

32nd ANNUAL GENERAL MEETING

Date: Friday, 30th September, 2022

Time: 10:00 A.M.

Venue: 204, 2nd Floor, Jay Sagar Complex,
Behind J.K Tower, Near Sub-Jail,
Khatodara, Surat 395002

AUDIT COMMITTEE

| | |
|----------------------|----------|
| Mr. Sachinkumar Jain | Chairman |
| Mr. Jayesh Gandhi | Member |
| Mr. Narayan Saboo | Member |

NOMINATION & REMUNERATION COMMITTEE

| | |
|----------------------|----------|
| Mr. Sachinkumar Jain | Chairman |
| Mr. Jayesh Gandhi | Member |
| Mrs. Pragya Memani | Member |

STAKEHOLDER'S SHAREHOLDERS & INVESTOR GRIEVANCES COMMITTEE

| | |
|----------------------|----------|
| Mr. Jayesh Gandhi | Chairman |
| Mr. Sachinkumar Jain | Member |
| Mr. Narayan Saboo | Member |

Plant

Kim Plant

Plot No. 14 & 15, Block No. 787 | Plot No. 30 & 31,
Block No. 787, Village: Kudsad, Olpad, Dist. Surat.
Email id: factory_kim@mohitindustries.com

BANKER TO THE COMPANY

Axis Bank Limited
The SVC Co-operative Bank Limited

ISIN: INE954E01012

BSE Code: 531453

NSE Code: MOHITIND

BOOK CLOSURE:

Date: 24/09/2022 to 30/09/2022
(Both days inclusive)

MOHIT INDUSTRIES LIMITED

CIN NO. L17119GJ1991PLC015074

Regd. office: A-601/B, International Trade Centre, Majura Gate Ring Road, Surat 395002 Gujarat India

Phone: +91-261-2463261, 2463262, 2463263 Fax: +91-261-2463264

Email: Contact@mohitindustries.com Website: www.mohitindustries.com

NOTICE OF 32ND ANNUAL GENERAL MEETING

Notice is hereby given of the 32nd Annual General Meeting of the members of **Mohit Industries Limited** will be held on Friday, the 30th day of September, 2022 at 204, 2nd Floor, Jay Sagar Complex, Behind J.K Tower, Near Sub-Jail, Khatodara, Surat 395002, Gujarat, India at 10:00 AM to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Standalone and Consolidated Financial Statements of the Company for the financial year ended March 31, 2022, together with the Reports of the Board of Directors and the Auditors thereon.

"RESOLVED THAT Audited Standalone and Consolidated Financial Statements for the year ended 31st March, 2022 along with the Director's Report, be and are hereby considered, Adopted and Approved"

2. To appoint a Director in place of Mr. Manish Narayan Saboo, Director (DIN: 01576187), liable to retire by rotation in terms of section 152(6) of the Companies Act, 2013 and being eligible, seeks re-appointment.

"RESOLVED THAT in accordance with the provision of Section 152 (6) and all other applicable provisions, if any, of the Companies Act, 2013, Mr. Manish Narayan Saboo, Director (DIN: 01576187), who retires by rotation at this annual general meeting, be and is hereby reappointed as director of the Company, liable to retire by rotation."

3. RE-APPOINTMENT OF M/S. RAJENDRA SHARMA & ASSOCIATES., CHARTERED ACCOUNTANTS AS A STATUTORY AUDITORS OF THE COMPANY

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Ordinary Resolution:-

"RESOLVED THAT pursuant to the provisions of the Section 139 and other applicable provisions, if any of the Companies Act, 2013, read with the Companies (Audit and Auditors) rules, 2014, including any statutory enactment or modification thereof for time being in force, M/s. Rajendra Sharma & Associates., Chartered Accountants, Surat (FRN: 108390W) be and are hereby re- appointed as a statutory Auditors of the Company for term of 5 years and to hold office from conclusion of this 32nd Annual General Meeting till conclusion of 37th Annual General Meeting of the company, at such remuneration reimbursement of out of pocket expenses, if any per financial year on the basis of the recommendation of the Audit committee and approved by the Board of Directors as may be amended from time to time."

SPECIAL BUSINESS:

4. TO RATIFY THE REMUNERATION OF THE COST AUDITOR(S) FOR THE FINANCIAL YEAR ENDING 31ST MARCH, 2023

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an ordinary Resolution:-

"RESOLVED THAT, pursuant to the provisions of Section 148 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof,

for the time being in force), M/s. Nainesh Kantliwala & CO., Cost Accountants (Registration No. 001303) of Surat, is and be appointed as Cost Auditors by the Board of Directors of the Company to conduct the audit of cost records of the Company for the financial year ending 31st March 2023 and they may be paid a remuneration of Rs. 50,000/- (Rupees Fifty Thousand only) plus applicable service tax and out of pocket expenses that may be incurred during the course of audit and the said remuneration be and is hereby ratified by the members."

"FURTHER RESOLVED THAT the Board of directors of the Company be and is hereby authorized to do all the acts and to take all such steps as may be necessary, proper or expedient to give effect to this resolution."

Place: Surat
Date: 27/08/2022

By order of the Board
For, Mohit Industries Limited
Sd/-
Mittal Narendrabhai Shah
Company Secretary & Compliance Officer

Notes:

1. A member entitled to attend and vote at the annual general meeting (the "meeting") is entitled to appoint a proxy to attend and vote on a poll instead of himself / herself and the proxy need not be a member of the company. The instrument appointing the proxy, duly completed, must be deposited at the company's registered office not less than 48 hours before the commencement of the meeting (on or before 29th September, 2022, 12:30 P.M. IST). A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the company carrying voting rights. A member holding more than ten percent of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder. A proxy form for the AGM is enclosed.
2. Corporate members intending to send their authorized representative to attend the meeting are requested to send to the Company a certified copy of Board resolution authorizing their representative to attend and vote on their behalf at the Meeting.
3. Relevant documents referred to in the above Notice are open for inspection at the Registered Office of the Company during the business hours on any working day (except Sunday and holidays) between 10:00 a.m. and 4:00 p.m. up to the date of the Annual General Meeting.
4. Members/Proxy holders/ Authorized representatives are requested to bring their copy of Annual Report and Attendance slip sent herewith, duly filled-in for attending the Annual General Meeting.
5. Members are requested to quote Folio/DPID number in all their correspondences.
6. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under section 170 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
7. The Register of Contracts & arrangements in which director are interested, maintained under section 189 of the Companies Act, 2013, will be available for inspection by the members at the AGM.
8. The Register of Members and the Share Transfer Books of the Company will remain closed from 24th September, 2022 to 30th September, 2022 (both days inclusive).
9. The Shareholders are requested to direct change of address notifications and updates details to their respective Depository Participant(s).
10. Equity shares of the Company are under compulsory demat trading by all Investors.
11. The Annual Report 2021-22 the Notice of the 32nd AGM and instructions for e-voting along with the Attendance Slip and Proxy form, are being sent by electronic mode to all the members whose email addresses are registered with the Company/ Depository Participant(s), unless a member has requested for a physical copy of documents. For members who have not registered their email addresses, physical copies of the documents are being sent by the permitted mode.
12. Members may also note that the Notice of the 32nd AGM and the Annual Report 2021-22 will be available on Company's website, www.mohitindustries.com.
13. Members who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication from the company electronically and quicker response to their queries to RTA or Company.
14. Pursuant to the provisions of Section 124 of the Act and IEPF Rules 2016, the amount of dividend not encashed or claimed for a period of seven years from the date of transfer to the unpaid dividend account of the Company, is required to be transferred to the Investor Education and Protection Fund ("IEPF") of the Central Government.
Shareholders are requested to ensure that they claim the dividend(s) from the company before transfer of said dividend amount to the IEPF. Company has uploaded the details of unpaid and unclaimed amounts lying with the Company as on 31st March, 2021 on the website of the Company (www.mohitindustries.com). The details of unclaimed dividends for the financial year 2015-16 onwards and the last date for claiming such dividends are given below:

| Financial Year | Date of Declaration of Dividend | Unclaimed Amount as on 31 st March, 2022 | Due Date for transfer to IEPF |
|----------------------------|---------------------------------|---|-------------------------------|
| 2015-2016 (Final Dividend) | 23/08/2016 | ₹ 59,781.00 | 22/09/2023 |

It may be noted that no claims shall lie against the Company in respect of any amount of dividend remaining unclaimed/unpaid after period of seven (7) years from the dates of they become due for payment.

15. **Attention of Members** is invited to the provisions of Section 124(6) of the Companies Act, 2013 read with Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 amended from time to time, which inter alia requires Company to transfer the equity shares on which the dividend has not been encashed or unclaimed for a continuous period of seven years or more to designated demat account of Investor Education and Protection Fund Authority ('IEPF Demat Account'). Details of these shares are available in the Company's website and can be viewed at www.mohitindustries.com. The Statement of Unclaimed Dividend amount for 7 consecutive years or more and Shares due for transfer to IEPF Demat Account is placed on the website of the Company at www.mohitindustries.com. The said Shares, once transferred to the said demat account of the IEPF Authority can be claimed after following due procedure prescribed under the said IEPF rules.
16. To support the "Green Initiative" and for receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically, company requests those members who have not yet registered their e-mail address, to register the same along with the contact numbers directly with their DP, in case shares are held in electronic form or with the company by sending details to investor_relations@mohitindustries.com or with Adroit Corporate Services Pvt. Ltd. at info@adroitcorporate.com.
17. Members Seeking any information relating to the Accounts may write to the company at least 7 days before the date of the Meeting, so as to enable the Company to keep the information ready, at following address: Accounts Department, Mohit Industries Limited, A-601/B, International Trade Centre, Majura Gate, Ring Road, Surat 395002 Ph: +91-261-2463261/62/63 Fax: +91-261-2463264 or contact@mohitindustries.com.
18. The shareholder needs to furnish the printed Attendance slip along with a valid identity proof such as the PAN card, passport, Aadhar card or driving license to enter the AGM hall.
19. Additional information, pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, in respect of the directors seeking appointment/re- appointment at the AGM, is furnished as annexure to the Notice. The directors have furnished consent / declaration for their appointment/ re-appointment as required under the Companies Act, 2013 and the Rules there under.
20. The voting rights of Shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on 2nd September, 2022.
21. The route map of the venue of the Annual General Meeting is appended to this Report. The prominent land mark near the venue is Behind J. K. Tower, Sub-Jail, Khatodara, Surat.

22. Information and other instructions relating to e-voting are as under:

- I. Pursuant to Section 108 of the Companies Act, 2013 ("the Act") read with Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has provided a facility to the members to exercise their votes electronically through the electronic voting service facility arranged by NSDL. The facility available for voting through ballot paper will also be made available at the AGM and members attending the AGM, who have not already cast their votes by remote e-voting shall be able to exercise the right at the AGM through ballot paper. Members who have cast their votes by remote e-voting prior to the AGM may attend the AGM but shall not be entitled to cast their votes again.
- II. The members attending the Meeting who have not cast their vote by remote e-voting shall be able to vote at the Meeting through 'polling paper'.
- III. The members who have cast their vote by remote e-voting may also attend the Meeting but shall not be entitled to cast their vote again.
- IV. M/s. Dhiren R. Dave & Co., Practicing Company Secretary has been appointed to act as the Scrutinizer for conducting the remote e-voting process as well as the voting through Poll Paper, in a fair and transparent manner.
- V. Voting rights shall be reckoned on the paid up value of shares registered in the name of the member as on the cut-off date i.e. September, 02, 2022.
- VI. A person, whose name is recorded in the register of members as on the cut-off date, i.e. 23rd September, 2022 only shall be entitled to avail the facility of remote e-voting / voting.
- VII. The Scrutinizer, after scrutinizing the votes cast at the meeting (polling paper) and through remote e-voting, will, not later than 48 hours of conclusion of the Meeting, make a