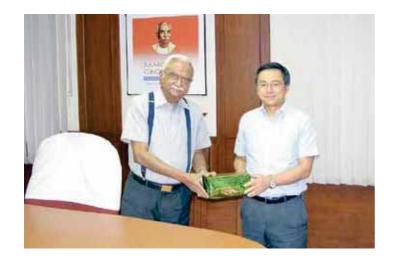


RAJAPALAIYAM







Our Chairman presenting a memento to Mr. Toru Yamaguchi, General Manager, Mitsubishi Corporation, Kansai Branch, Osaka during his visit to our Mills.

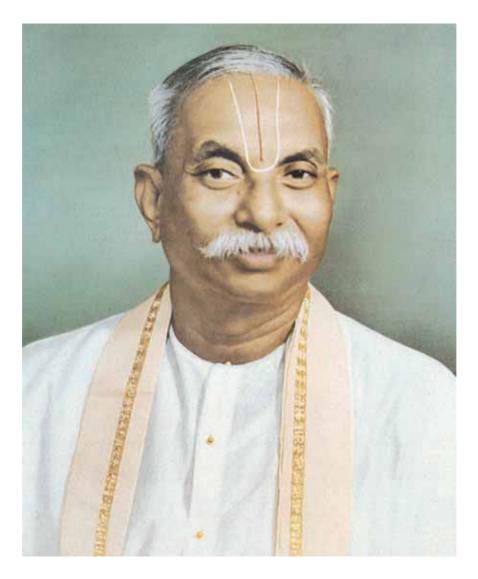
Shri P.S. Alaghar Raja receiving First Prize from our Chairman on the Pongal Sports day event under VIP contest.





Our Chairman distributing certificate and cash award to our employee Shri N. Kannan, for completion of 35 years of service in our Mills.

FOUNDER



SHRI P.A.C. RAMASAMY RAJA



Board of Directors

Shri P.R. RAMASUBRAHMANEYA RAJHA, B.Sc., Chairman

Smt. R. SUDARSANAM *Managing Director*

Shri P.R. VENKETRAMA RAJA, B. Tech., M.B.A.,

Shri S.S. RAMACHANDRA RAJA, B.Sc.,

Shri N.K. RAMASUWAMI RAJA, B.Sc.,

Shri A.V. DHARMAKRISHNAN, B.Com, ACA.,

Justice Shri P.P.S. JANARDHANA RAJA, B.L.,

Shri V. SANTHANA RAMAN, B.Com, C.A.I.I.B.,

Shri K.B. NAGENDRA MURTHY, M.Com, C.A.I.I.B.,

Chief Financial Officer

Shri B. Gnanagurusamy

Secretary

Tamil Nadu.

Shri A. Arulpranavam

Registered Office

Rajapalayam Mills Premises, Post Box No.1, P.A.C. Ramasamy Raja Salai, Rajapalaiyam - 626 117,

E-mail: rajacot@ramcotex.com Phone No.: 04563-235666 Fax No.: 04563-236520

Website:

www.rajapalayammills.co.in

Corporate Identification Number:

L17111TN1936PLC002298

Bankers

Axis Bank Limited

Canara Bank

IDBI Bank Limited

Indian Bank

Kotak Mahindra Bank Limited

Punjab and Sind Bank

State Bank of India

Tamilnad Mercantile Bank Limited

The Karur Vysya Bank Limited

Auditors

M/s. M.S. Jagannathan & N. Krishnaswami, Chartered Accountants, Unit - 5, Ground Floor, Abirami Apartments, No.14, V.O.C. Road, Cantonment, Tiruchirappalli - 620 001, Tamil Nadu.

M/s. Ramakrishna Raja and Co., Chartered Accountants, 1-D, Shanthinikethan, V.P. Rathinasamy Nadar Road, Madurai - 625 002, Tamil Nadu.

Secretarial Auditor

Shri M.R.L. Narasimha New No. 8 (Old No. 34-C), Third Cross, Ramalinga Nagar, K.K. Pudur, Coimbatore - 641 038.

Cost Auditor

Shri M. Kannan IV-B Akshaya Homes, 9B-20 Tagore Nagar, Bharathiyar 4th Street, S S Colony, Madurai - 625 016.



Contents

Notice to the Members	. 3
Directors' Report	16
Corporate Governance	43
Shareholder Information	49
Independent Auditors' Report	56
Balance Sheet	62
Statement of Profit and Loss	63
Cash Flow Statement	64
Notes forming part of Financial Statements	66



NOTICE TO THE MEMBERS

Notice is hereby given that the 79th Annual General Meeting of the Company will be held at 10.00 A.M. on Wednesday, the 12th August, 2015 at P.A.C.Ramasamy Raja Centenary Community Hall, Sudarsan Gardens, P.A.C.Ramasamy Raja Salai, Rajapalayam - 626 108, Tamil Nadu to transact the following business:

ORDINARY BUSINESS

- To consider and pass the following Resolution, as an ORDINARY RESOLUTION:
 "RESOLVED that the Directors' Report and the Company's Statement of Profit & Loss for the year ended 31st March, 2015, Balance Sheet as at that date and Cash Flow Statement for the year ended on that date and the Auditors' Report thereon be and are hereby considered and adopted."
- To consider and pass the following Resolution, as an ORDINARY RESOLUTION:
 "RESOLVED that a Dividend of Rs.2.50 per Share be and is hereby declared for the year ended 31st March, 2015."
- 3. To consider and pass the following Resolution, as an ORDINARY RESOLUTION:

 "RESOLVED that Shri P.R. Ramasubrahmaneya Rajha, who retires by rotation, be and is hereby elected as Director of the Company."
- 4. To consider and pass the following Resolution, as an ORDINARY RESOLUTION:

 "RESOLVED that Shri S.S. Ramachandra Raja, who retires by rotation, be and is hereby elected as Director of the Company."
- 5. To consider and pass the following Resolution, as an ORDINARY RESOLUTION:

 "RESOLVED that in terms of Section 139 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder, the appointment of M/s. M.S. Jagannathan & N. Krishnaswami, Chartered Accountants, holding Firm Registration No.: 001208S and M/s. Ramakrishna Raja and Co, Chartered Accountants, holding Firm Registration No: 005333S, as Auditors of the Company for the second consecutive year, viz. from the conclusion of this Annual General Meeting till the conclusion of next Annual General Meeting, out of their term of three consecutive years as approved at the Annual General Meeting held on 04-08-2014, be and is hereby ratified."

SPECIAL BUSINESS

6. To consider and pass the following Resolution, as an ORDINARY RESOLUTION:

"RESOLVED that pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014, Shri K.B. Nagendra Murthy (DIN: 00359864), appointed as an Additional Director of the Company on 04-08-2014 pursuant to the provisions of Section 161 of the Companies Act, 2013 and who holds office upto the date of this Annual General Meeting, and being eligible, offer himself for appointment and in respect of whom the Company has received a



notice in writing from a Member, pursuant to the provisions of Section 160 of the Companies Act, 2013 signifying his intention to propose the candidature of Shri K.B. Nagendra Murthy, for the office of Director, be and is hereby appointed as a Director of the Company, under Independent Director category for a period of 5 consecutive years from the date of his appointment, viz. 04-08-2014."

7. To consider and pass the following Resolution, as an ORDINARY RESOLUTION:

"RESOLVED that pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and Rule 14 of Companies (Audit and Auditors) Rules, 2014, the remuneration of Rs.85,000/- exclusive of Service Tax and Out-of-pocket expenses payable to Shri M. Kannan, Cost Accountant (Firm Registration No. 102185) appointed as the Cost Auditor of the Company by the Board of Directors, for the financial year 2015-16 for auditing the Cost Records relating to manufacture of textile products, be and is hereby ratified and confirmed."

By Order of the Board,
For RAJAPALAYAM MILLS LIMITED,

RAJAPALAIYAM, 21st May, 2015.

P.R.RAMASUBRAHMANEYA RAJHA CHAIRMAN



NOTES:

- 1. Statement pursuant to Section 102 of the Companies Act, 2013, setting out the material facts concerning each item of Special Business is annexed hereto.
- 2. A member entitled to attend and vote is entitled to appoint a Proxy to attend and vote instead of himself and that the Proxy need not be a Member.
- 3. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company. Proxy Form is enclosed. Proxies in order to be effective must be received at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting. Proxies submitted on behalf of the companies, societies, etc., must be supported by an appropriate resolution/authority, as applicable.
- 4. The Register of Members and the Share Transfer Books of the Company will remain closed from 07-08-2015 to 12-08-2015 (both days inclusive).
- 5. A Dividend of Rs.2.50 per Share has been recommended by the Board of Directors for the year ended 31-03-2015 and subject to the approval of the Shareholders at the ensuing Annual General Meeting, is proposed to be paid in respect of shares held in physical form to the shareholders whose names appear in the Register of Members as on 12-08-2015 and in respect of shares held in electronic form to the beneficial owners whose names appear in the list furnished by the Depositories for this purpose as on 06-08-2015. The dividend is proposed to paid on and from the date of Annual General Meeting.
- 6. The Securities and Exchange Board of India (SEBI) has made it mandatory for all companies to use the bank account details furnished by the depositories for depositing dividend. Accordingly, dividend will be credited through National Electronic Clearing Service (NECS) to investors wherever NECS and bank details are available. In the absence of NECS facilities, the Company will print the bank account details, if available, on the payment instrument for distribution of dividend. The Company is in compliance with SEBI's directive in this regard.
- 7. Pursuant to the provisions of Section 205 A(5) and 205 C of the Companies Act, 1956, the Company has transferred the unpaid or unclaimed dividends for the financial years 2006-07 (Final Dividend) and 2007-08 (First Interim and Second Interim Dividend) on due dates, to the Investor Education and Protection Fund (the IEPF) established by the Central Government. Pursuant to the provisions of Investor Education and Protection Fund (Uploading of infomation regarding unpaid and unclaimed amounts lying with Companies) Rules, 2012. the Company



has uploaded the details of unpaid and unclaimed amounts lying with the Company on the website of the Company (www.rajapalayammills.co.in), as also on the website of the Ministry of Corporate Affairs. The dividends remaining unpaid for a period of over 7 years will be transferred to the Investor Education & Protection Fund (IEPF) of the Central Government. Hence, the members who have not claimed their dividend relating to the earlier years may write to the Company for claiming the amount before it is so transferred to the Fund. The details of due dates for transfer of such unclaimed dividend to the said Fund are:

OF DIVIDEND	CLAIMING UNPAID DIVIDEND	TRANSFER TO IEP FUND
06-08-2008	05-08-2015	03-09-2015
25-10-2008	24-10-2015	22-11-2015
06-08-2009	05-08-2016	03-09-2016
04-08-2010	03-08-2017	01-09-2017
20-07-2011	19-07-2018	17-08-2018
06-08-2012	05-08-2019	03-09-2019
22-02-2013	21-02-2020	21-03-2020
01-08-2013	31-07-2020	29-08-2020
03-02-2014	02-02-2021	03-03-2021
04-08-2014	03-08-2021	01-09-2021
	06-08-2008 25-10-2008 06-08-2009 04-08-2010 20-07-2011 06-08-2012 22-02-2013 01-08-2013	06-08-2008 05-08-2015 25-10-2008 24-10-2015 06-08-2009 05-08-2016 04-08-2010 03-08-2017 20-07-2011 19-07-2018 06-08-2012 05-08-2019 22-02-2013 21-02-2020 01-08-2013 31-07-2020 03-02-2014 02-02-2021

8. Electronic copy of the Notice for the Annual General Meeting and the Annual Report for 2014-15 are being sent to all the members whose E-Mail IDs are registered with the Company / Depository Participant(s). Physical copy of the Notice together with the Annual Report are being sent in permitted mode, to members for whom the E-Mail IDs are not available