

Unbroken **Faith.**  
Solid **Fundamentals.**  
Paving the way for **Revival.**



**SHRI LAKSHMI COTSYN LIMITED**

**28th Annual Report 2015-16**



### What does the Cover signify?

*The Cover resembles the characteristics of Dandelion Flower which can thrive in difficult conditions. The Cover theme through Dandelion Flower symbolises the Company's endeavour to rise above challenges.*



This Annual Report is available online at [www.shrilakshmi.in](http://www.shrilakshmi.in)

## You will come across

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### Forward looking statement

In this Annual Report, we have disclosed forward-looking information to enable investors to comprehend our prospects and take investment decisions. This report and other statements - written and oral - that we periodically make, contain forward-looking statements that set out anticipated results based on the management's plans and assumptions. We have tried wherever possible to identify such statements by using words such as 'anticipate', 'estimate', 'expects', 'projects', 'intends', 'plans', 'believes' and words of similar substance in connection with any discussion of future performance. We cannot guarantee that these forward-looking statements will be realised, although we believe we have been prudent in assumptions. The achievements of results are subject to risks, uncertainties and even inaccurate assumptions. Should known or unknown risks or uncertainties materialise, or should underlying assumptions prove inaccurate, actual results could vary materially from those anticipated, estimated, or projected, readers should keep this in mind. We undertake no obligation to publicly update any forward-looking statements, whether because of new information, future events or otherwise.





## It has been a prolonged and challenging scenario for the Company over the past four years.

Our determination, focus and positive mindset has allowed us to encounter the tough times and has further strengthened our motivation to rebound.

We have faith in our competencies, our technological innovations and one-of-its-kind product offerings that will do justice to our robust business model once we overcome the bad phase.

Promising business fundamentals combined with adequate operational capacities augur well to the revival strategies adopted by the Company. The resultant outcome will soon start showing the light at the end of the tunnel.



# Corporate Information

## BOARD OF DIRECTORS

Dr. M. P. AGARWAL - Chairman cum Managing Director  
Mr. PAWAN KUMAR AGARWAL - Joint Managing Director  
Mr. DEVESH NARAIN GUPTA - Dy. Managing Director  
Mrs. SHARDA AGARWAL - Executive Director  
Prof. (Dr.) G. N. MATHUR - Non-Executive Director  
Prof. (Dr.) R. K. TRIVEDI - Independent Director

## COMPANY SECRETARY & FINANCE CONTROLLER

Mr. RAKESH KUMAR SRIVASTAVA

## HEAD ACCOUNTS

MR. VIVEK SAXENA

## PRESIDENT WORKS

MR. B. R. GARG

## STATUTORY AUDITORS

M/s PRADEEP & ASSOCIATES  
Chartered Accountants  
27/78 A, Gagan Deep Complex  
Birhana Road, Kanpur-208001  
Ph. No. (0512) 2313665

## INTERNAL AUDITORS

M/s SRIVASTAVA S & CO.  
Chartered Accountants  
112 / 206-A, Swaroop Nagar, Kanpur - 208002  
Ph. No. (0512) 2551249

## COST AUDITOR

Mr. A. K. SRIVASTAVA  
96 Harjender Nagar, Kanpur - 208007  
Ph. No. 09839116989

## LEGAL ADVISOR

MR. RAM GOPAL PANDEY - Advocate  
Chamber No. - 17, First Floor  
Pt. M.L. Nehru Adhivakta Bhawan, Civil Court, Kanpur  
Ph. No. (0512) 2665598

DHIR & DHIR ASSOCIATES  
Advocates & Solicitors  
D-55, Defence Colony,  
New Delhi-110 024  
www.dhirassociates.com

## P. R. ADVISOR

S. K. ADVERTISERS  
MIG F- 4 , Gujaini, Kanpur - 208022  
Ph. No. (0512) 2282265

## BANKERS & ARC IN CONSORTIUM

1. Central Bank of India
2. Syndicate Bank
3. Union Bank of India
4. Canara Bank
5. Bank of Baroda
6. Punjab National Bank
7. Indian Bank
8. State Bank of Patiala
9. State Bank of Mysore
10. Exim Bank
11. Oriental Bank of Commerce
12. IDBI Bank
13. Vijaya Bank
14. Corporation Bank
15. State Bank of Bikaner & Jaipur
16. Axis Bank
17. Saraswat Bank
18. Andhra Bank
19. Edelweiss Asset Reconstruction Company Ltd.

## MONITORING INSTITUTION FOR LENDERS

Central Bank of India  
CFB, Jeevantara Building, Parliament Street,  
New Delhi - 110001

**SECURITY TRUSTEE FOR LENDERS**

Centbank Financial Services Limited  
1st Floor, Link House, Bahadurshah Zafar Marg  
New Delhi - 110002

**REGISTERED OFFICE**

19/X-1 Krishnapuram  
G.T Road, Kanpur, U.P. 208007  
Ph. No. (0512) 2402893, 2402733

**CORPORATE OFFICE**

C-40, Sector-57, Noida. U.P.  
Ph. No. (0120) 4544780

**SUBSIDIARY COMPANIES**

1. **SLCL Overseas (FZC)**  
SAIF Zone P.O. 8000, Sharjah, U.A.E.
2. **Shri Lakshmi Defence Solutions Ltd.**  
Rahsoopur, Tehsil Bindki,  
Industrial Area, G.T.Road, Dist. Fatehpur
3. **Synergy Global Home Inc.**  
160 Green Tree Drive, Suite 101, Dover  
Kent – 19904, USA

**REGISTRAR & TRANSFER AGENTS**

M/s Abhipra Capital Ltd.  
GF-58-59 World Trade Centre,  
Barakhamba Lane, New Delhi - 110001  
Ph. No. (011) 23414629, 23413893  
Mail ID: rta@abhipra.com

**UNITS**

- (a) **MALWAN UNIT**  
UPSIDC Industrial Area  
P.O. Malwan Dist. Fatehpur, U.P.  
Ph. No. (05181) 248669
- (b) **AUNG UNIT**  
P.O. Aung, GT Road, Dist. Fatehpur, U.P.  
Ph. No. (05181) 251184 / 48
- (c) **ABHAYPUR UNIT**  
P.O. Aung, GT Road, Dist. Fatehpur, U.P.
- (d) **REWARI BUJURG UNIT**  
Village & Post - Rewari Bujurg  
Pargana & Tehsil - Bindki, Dist. Fatehpur, U.P.

- (e) **NOIDA UNIT (Closed)**  
C-40, Sector-57, Noida  
Ph. No. (0120) 4722700
- (f) **ROORKEE UNIT (Closed)**  
Dev Bhoomi Industrial Estate,  
Village Banta Kheri, Tehsil Roorkee,  
District Haridwar, Uttaranchal  
Ph. No. (01332) 231961
- (g) **SONEPAT UNIT**  
Village-Libasapur, District- Sonapat, Haryana  
Ph. No. (0130) 2381579
- (h) **SPINNING UNIT (Closed)**  
UPSIDC Industrial Area,  
P.O. Malwan Dist. Fatehpur, U.P.

**WEBSITE :** [www.shrilakshmi.in](http://www.shrilakshmi.in)

**E-MAIL ID :** [shri@shrilakshmi.in](mailto:shri@shrilakshmi.in)

**CORPORATE IDENTITY NUMBER (CIN)**

L17122UP1988PLC009985

**DEMAT ISIN NSDL & CDSL**

INE851B01016

**LISTING**

Bombay Stock Exchange  
Floor 25, P.J. Towers,  
Dalal Street, Mumbai 400001  
Ph. No. (022) 2272134

National Stock Exchange  
5th Floor, Exchange Plaza,  
Bandra (E), Mumbai 400051  
Ph. No. (022) 26598100

**SCRIP CODE**

BSE: 526049  
NSE: SHLAKSHMI

**BLOOMBERG CODE**

SLCL IN  
REUTERS CODE  
SHLK.BO

# A determined and dedicated corporate

Shri Lakshmi Cotsyn Limited (SLCL) is recognised amongst the leading players in northern India. It manufactures regular and technical textiles offering world-class quality innovative product offerings to its customer.

SLCL is integrated across all verticals from yarn manufacture, dyeing to garmenting. The Company has also installed rise-husk based Captive Power generation capacity and has an in-house chemical auxiliary unit.

SLCL has a prominent presence across the globe and has developed a strong client base across USA, Canada, Latin America, UK, Swede, France, Germany, South Africa, Italy, Spain, South Korea and Australia.





## Fore-fronting innovation



Pioneered the technical innovations through the development of Nano-technology, Functional Fabric and Smart intelligent Fabric.



Enjoys strong relationship with marquee clients including Fortune 500 Companies like Wal-mart and Ikea.



Approved supplier to Government defence establishments (Indian Army, Navy, Air Force and State Police) and is registered with several regulatory agencies.



Acknowledged leader in the field of Microdot Fusible Interlining Fabric, Blended Suiting & Shirting, Terry Towels, Home Furnishing, Wider Width Sheeting, Denim Fabrics, Embroidery / Lace / Quilted Fabrics, Camouflage Fabrics and Industrial Fabrics like Nuclear Bio-Chemical Fabrics, Infrared protective Fabrics and Bullet Proof Jackets etc.



Ranked "Star Export House" by the office of the Joint Director-General of Foreign Trade, Ministry of Commerce and Industry and is a preferred supplier to Defence Research and Development Organization (DRDO).



ISO 9001: 2008 certified by Transpacific Certifications Limited.



# Rich product portfolio with adequate capacities

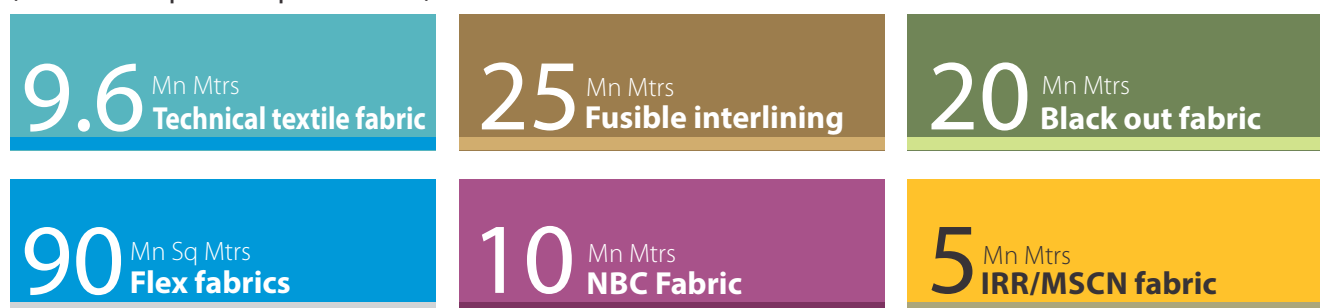
## Regular textiles

(Installed capacities per annum)



## Technical textiles

(Installed capacities per annum)



Mn: Million

## Brand umbrella

Star Track for Fusible Interlining, Alisha for Embroidery fabric, SVL for Zippers, Galaxy for Clothing accessories, Weaves for Home Furnishings and DYFI for Garments.







The Company also offers armoured and mine protection vehicles (with 360° protection) through its 100% subsidiary – Shri Lakshmi Defence Solutions Limited (SLDSL). It also has an agreement with Ford India Limited for armouring vehicle on Ford chassis. Besides, SLDSL is registered with the some of India's prominent defence establishments like:

- Directorate General of Supplies & Disposal
- Director General of Quality Assurance
- Ministry of Defence (Navy)
- Defence Material Stores R&D Est
- Federation of Indian Export Organisation
- RDSO (Indian Railways)
- Indian Postal Department



# 8

State-of-the-art manufacturing facilities at Malwan, Aung, Abhaypur, Rewari Bujurg, Rhasupur, Noida (Uttar Pradesh), Roorkee (Uttarakhand) and Sonapat (Haryana)



# 750

Retail presence across multi-brand outlets (MBO) wherein the brands are marketed



*Dr. M. P. Agarwal is a first generation entrepreneur and doctorate in textile costing, having over three decades of experience in this line of business.*

## Chairman's Message

*Dear Shareholders,*

The year 2015-16 was yet another year of prolonged crisis. Our earnings have been suppressed. But, more than that, we earned an unbroken faith of our stakeholders. We have ensured ethical and transparent measures in communicating about our challenges and related measures. The crisis has further allowed us to gain invaluable experience and made us stretch our limits. Our ability to survive the severest of adversities would have remained unexplored if the conditions had been more conducive. We are now more accustomed to the importance of sustainable growth and confident about our revival.

### **Reasons for stress**

Last few years have seen a severe stress on the business operations owing to the factors that were beyond our control. Although, we were on course with our planned expansions, the unforeseen events kept on following one after another.

