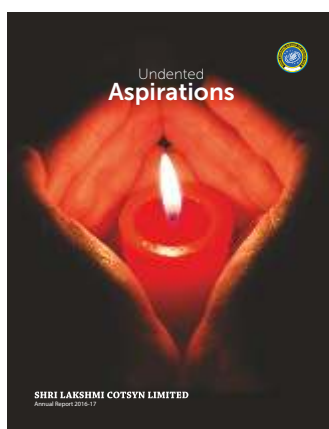




# Undented **Aspirations**

**SHRI LAKSHMI COTSYN LIMITED**

Annual Report 2016-17



#### 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.



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

## You will come across

CORPORATE OVERVIEW

1...12

STATUTORY REPORTS

13...51

CONSOLIDATED FINANCIALS

52...73

STANDALONE FINANCIALS

74...96



# What drives us in our challenging times?



Pioneering spirit.



Progressive outlook.



Collaborative approach.



Transparency.



People.

And most importantly,

**Our Shareholders' Faith and Confidence**

Our aspirations remain strong and allows us to strive and stay focussed for a sustainable revival.



# 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 India
9. Exim Bank
10. Oriental Bank of Commerce
11. IDBI Bank
12. Vijaya Bank
13. Corporation Bank
14. Saraswat Bank
15. Andhra Bank
16. 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.

**Regd. office:** GF-58-59, World Trade Centre,  
Barakhamba Lane, New Delhi-110001  
Tel.: 011-23414629 Telefax : 011-23414503

**Corporate office:** Abhipra Complex, A-387, Dilkhush  
Indl. Area, G.T. Karnal Road, Azadpur, Delhi-110033.  
Tel.: 91-11-42390909, Fax :91-11-42390911

**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) SPINNING UNIT (Closed)  
UPSIDC Industrial Area,  
P.O. Malwan Dist. Fatehpur, U.P.

**WEBSITE :** www.shrilakshmi.in

**E-MAIL ID :** 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



# About Us

Shri Lakshmi Cotsyn Limited (SLCL) manufactures regular and technical textiles offering world-class quality and 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.

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

## Aspired to innovate



Pioneered the technical innovations through the development of Nanotechnology, 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 Sheetting, Denim 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.

## Product portfolio and capacities

### Regular textiles

(Installed capacities per annum)

Suiting & Shirting

**30**  
MnMtrs

Denim

**30**  
MnMtrs

Bottom weights

**15**  
MnMtrs

Comforters

**0.3**  
Mn Pcs

Garments

**6.6**  
Mn Pcs

Wider width

**26**  
MnMtrs

Terry Towels

**12,000**  
Tons



### Technical Textiles

(Installed capacities per annum)

Technical Textile Fabric

**12**  
MnMtrs

Fusible Interlining

**25**  
MnMtrs

Black out Fabric

**20**  
MnMtrs

Flex Fabric

**90**  
Mn Sq. Mtrs

NBC Fabric

**10**  
MnMtrs

IRR/MSCN Fabric

**5**  
MnMtrs

Mn: Million







## Brand umbrella

The Company was engaged in the manufacturing of armoured and mine protection vehicles (with 360° protection) through its 100% subsidiary – Shri Lakshmi Defence Solutions Limited (SLDSL). It also had 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

Out of total 8 State-of-the-art manufacturing facilities, 4 units are operational which are located at Malwan (Denim), Aung (Suiting Shirting), Abhaypur (Terry Towel) and RewariBujurg (Technical Textiles). Remaining Unitssuch as Spinning unit at Malwan, Comforter unit at Noida, Garment Unit at Roorkee (Uttarakhand) are non-operational. The Banks have already sold embroidery unit located at Sonapat (Haryana).



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



## Chairman's Message

*Dear Shareholders,*

Nothing much has changed over what we communicated in our last year's report. The business environment continued to remain challenging. However, this phase has made us even more stronger than ever. As a corporate that believes in transparency and stronger governance, did not let its aspirations boil down the turmoil. We continued to make relentless efforts towards achieving a sustainable turnaround.