



Globe Textiles
(India) Ltd.
Superior Quality

Globe Textiles (India) Limited

Annual Report 2017-18

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*Proxy form and Attendance Slip

CORPORATE INFORMATION

Since 1995, we at Globe Textiles (India) Ltd. have mastered the art and science to a source, manufacture, supply and trade complete range of textile and apparel products and services – from fiber to fashion. Our operational expertise originates from deploying qualified human and material resources to deliver innovative and tailor-made products and services that delight all our customers through win-win business partnerships.

At Globe, we wish to offer the fascinating range of textiles, apparels and related services through innovation with due care of nature, to nurture itself. Globe product portfolio consists of man-made and natural fiber yarns, fabrics, accessories, home textiles and furnishing and readymade garments.

OUR MANAGEMENT



BHAVIK S. PARIKH

Bhavik Parikh, Managing Director of Globe Textiles (India) Ltd. A Major in Business Administration from New York University, USA has always been an enthusiast entrepreneur at heart with challenges being the stepping stones to his vast success. After having completed his studies in the USA, Bhavik Parikh ventured into diamonds and was successful enough to have achieved a dream lifestyle in the heart of Manhattan. But having felt the strong urge towards home is where the heart is Bhavik Parikh closed doors to his highly successful business in the USA to come to India. With a heart of steel and a mind of gold at home, Gujarat's effervescent textile market wooed him. Parikh started off with a retail store that went on to become one of the largest importers of Henry Hill shirts in India. The entrepreneur within nudged him once again and Bhavik Parikh felt the need to establish his own empire. He knew his calling lay in the swishes of textiles. Years were spent in assimilating a team of experts to build Globe Textiles (India) Ltd. from the scratch.



MR. BHAVIN S. PARIKH

Bhavin Parikh, Chief Executive Officer at Globe Textiles (India) Ltd., is in-charge of chalking out financial and business strategies for the company. A graduate from the Swinburne University of Technology, Australia, with a Bachelors Degree in Finance and Marketing, Mr. Bhavin started his career at Adani Group, spending a year there. He later joined textiles in 2001 at a time the company was forging ahead with growth plans. Expanding into new products, visions and markets have been a daily routine while making sure there is a consistent improvement in products and existing customer services.

Globe Textiles has indeed benefited from his energy and is already eyeing a listing to extract more value and build a lasting brand for the future to savour.



MR. NILAY J. VORA

Nilay Vora, Whole Time Director, Globe Textiles India Ltd., is one of the young and dynamic members of the management with a decade long experience in marketing and product innovation. A graduate from Gujarat University, Nilay went on to study the entire value chain of raw materials sourced for the textile industry. His experience enriched him with a thorough knowledge right from the yarn to the source point and the crucial value additions to meet the diverse industry needs and maintain an edge in the market. Nilay's a penchant for innovation guided him to control costs while delivering stellar client-ready products with the finest feel and design. His excellent managerial skills and interpersonal relations helped GTIL build lasting relations with the mill owners for over ten years now. Customer loyalty was kept intact in the process as product satisfaction zoomed. This ultimately has become a big contributor to the growth story at GTIL.

BOARD OF DIRECTOR'S AND KEY MANAGERIAL PERSONNEL:

Name	Designation	Appointment Date	DIN/PAN
Mr. Bhavik S. Parikh	Managing Director	03/04/2012	00038223
Mr. Nilay J. Vora	Whole Time Director	31/03/2008	02158990
Mrs. Purvi B. Parikh	Director	28/02/2017	07732523
Mr. Yogesh K. Vaidya	Independent Director	27/03/2017	00468732
Mr. Bharat S. Patel	Independent Director	26/05/2017	00243783
Mr. Monish H. Bhalla	Independent Director	26/05/2017	00221254
Mr. Bhavin S. Parikh	CEO/CFO	22/03/2017	AETPP8908B
Mr. Yash M. Shah	Company Secretary & Compliance Officer	22/03/2017	GSEPS9347J

COMMITTEES:

Audit Committee

Mr. Monish Harbansh Bhalla (**Chairman**)
 Mr. Yogesh Kanhiyalal Vaidya
 Mr. Bhavik Suryakant Parikh

Nomination And Remuneration Committee

Mr. Yogesh Kanhiyalal Vaidya (**Chairman**)
 Mr. Bharatbhai Samjibhai Patel
 Mr. Monish Harbanshlal Bhalla

Stakeholders Relationship Committee

Mr. Yogesh Kanhiyalal Vaidya (**Chairman**)
 Mr. Bharatbhai Samjibhai Patel
 Mr. Nilaybhai JagdishbhaiVora

OUR PRODUCTS

DENIM AND NON-DENIM FABRICS

Globe Textiles India Ltd is committed to manufacture and supply Denim Fabrics to the customers as per their requirements consistently. At GTIL, we are constantly striving to develop newer products in order to meet the ever demanding expectations of the customer.

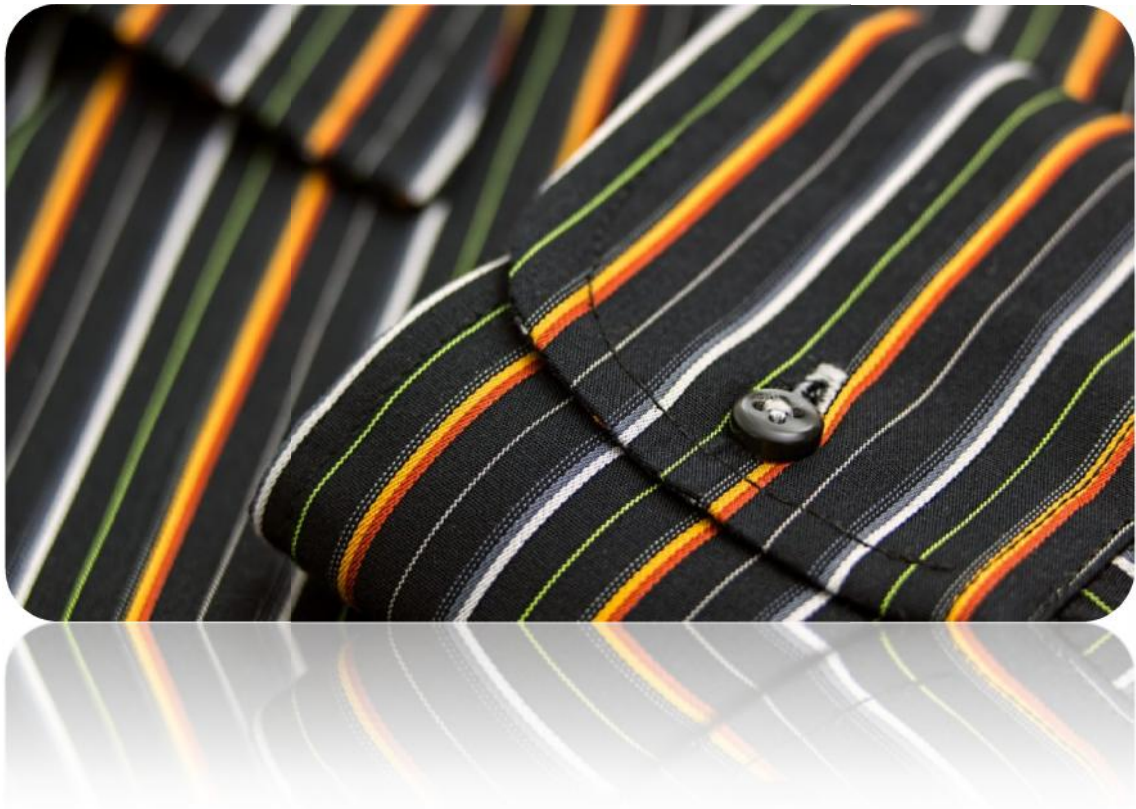
Equipped with the top of the line and finest machinery Globe Textiles boasts of having a manufacturing plant of International standards.



SHIRTING FABRICS

One of the finest shirting fabric supplier in India, our shirting is one most popular products in the international and domestic markets.

What gives us an edge over the competition is our in-house design studio, which keeps abreast of the latest trends in international and domestic apparel markets. Our designers create designs which are in tune with the latest fashion/trends and help us to offer fresh new developed fabrics every season.



PRINTED FABRICS

Globe Textiles India Ltd wears many hats and a variety of fabrics is just one of them. With years of experience in dealing with a wide variety of fabrics, the directors at GTIL have developed a keen sense of choosing not only the quality of fabrics but knowing exactly what the customers demand. A range of fabrics for both men and women, all uniquely designed and chosen.



HOME TEXTILES

Globe Textiles India Ltd. offers the assortment of bed sets and sheets, bed spreads, flat in cotton and microfiber fitted sheets along side other furnishings and accessories like curtains, table linen/runner, napkins and tray cloth. Turn your house into a 'Home Sweet Home' by decorating it with Globe home textiles and furnishings.



JEANS

Our hot selling brands Afford, INDIGIRL and INDIGEN have made a mark in domestic markets with massive demands coming in from all over India through our online partners(Snapdeal, Flipkart, Voonik, and Mr.Voonik).

Our jeans come with a precautionary warning which says- “They are so comfortable there is a risk you won’t want to get out of them.”



YARNS

Globe has been one of the key Suppliers of top quality Yarn. In Today's volatile market it is necessary to maintain the highest quality of the yarn in order to maintain high standards, at Globe we believe that nothing comes above the quality of our products.

Matching specifications is always a challenge but Globe takes it all in its stride and goes beyond the call to provide expert services from sourcing, developing, and packaging for safe dispatch to global destinations.



OUR ONLINE PARTNERS



OTHER CORPORATE INFORMATION

Registered Office

Plot No. 38 to 41,
Ahmedabad Apparel Park,
GIDC Khokhra, Ahmedabad – 380008,
Gujarat, India.

Website: www.globetextiles.net
E-mail Id: info@globetextiles.net

Statutory Auditors

M/s. Dharmesh Parikh & Co.
Chartered Accountants
Ahmedabad

Contact Details for Investors

YASH SHAH
Company Secretary & Compliance Officer
Plot No. 38 to 41, Ahmedabad Apparel Park,
GIDC Khokhra, Ahmedabad – 380008,
Gujarat, India.
Tel No.: +91 – 079 2293 1181
Mail id: cs@globetextiles.net

Registrar and Share Transfer Agent

Bigshare Services Pvt Ltd
A-802, Samudra Complex,
Near Klassic Gold Hotel,
Off C G Road, Navrangpura,
Ahmedabad, Gujarat - 380 009

Website: www.bigshareonline.com
E-Mail: bssahd@bigshareonline.com

Bankers

Karur Vysya Bank, Ahmedabad

LETTER TO SHAREHOLDERS



DEAR SHAREHOLDERS,

I begin this letter with a sense of pride about “Globe”. As I look back on last decade — it is remarkable how well our company has performed. And I’m not only talking about our strong financial performance but also about how much we have accomplished to help our clients, customers and communities all around the world. Ours is an exceptional company with an extraordinary heritage and a promising future. It gives me immense pleasure in putting forward before you the Annual Report for the Financial Year 2017-18.

The Company during the year has showed immense growth and has crossed the turnover of Rs. 200 crores.

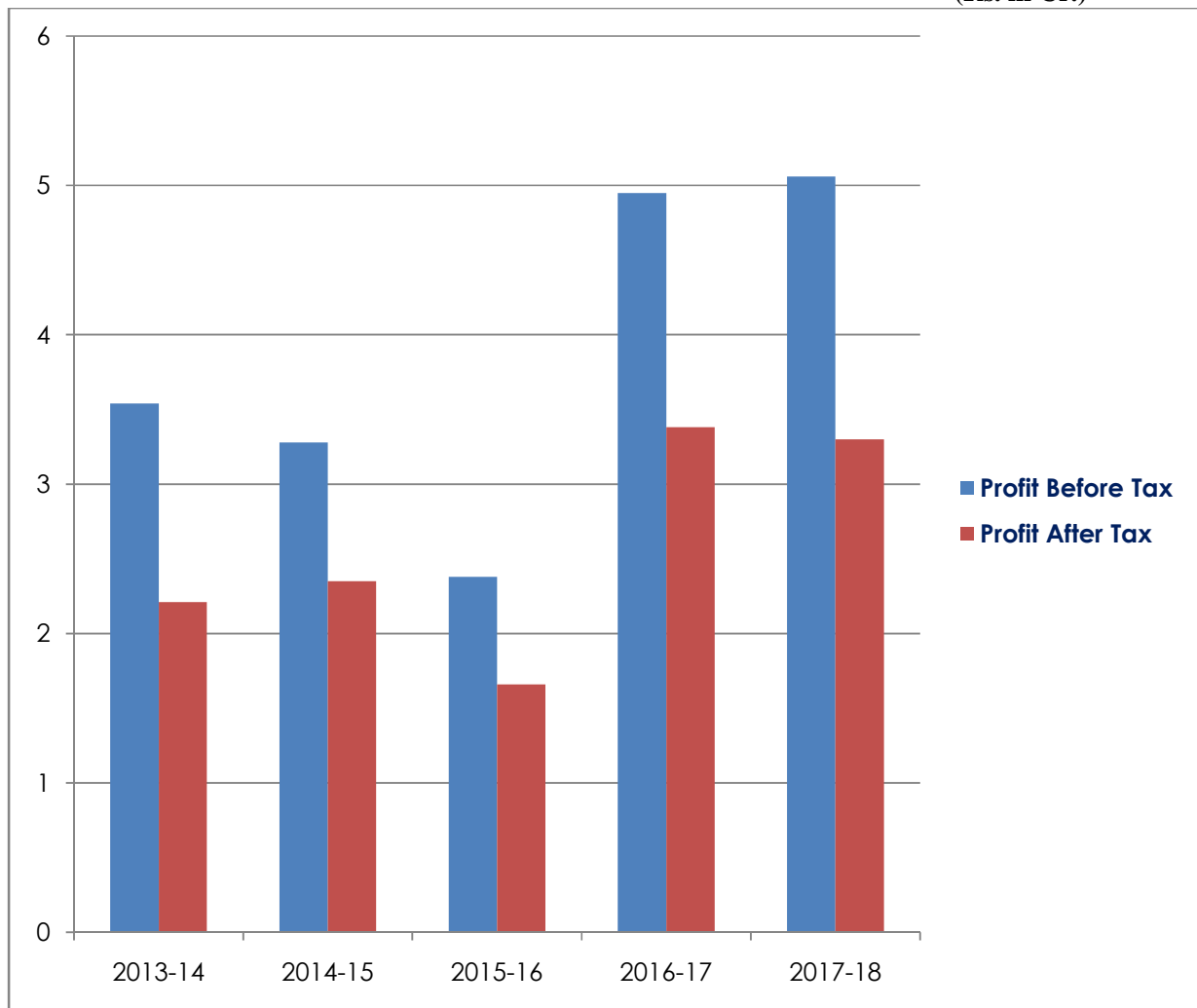
As the Company is on a growing base, many new projects are expected to come in near future.

I would also like to propose hearty vote of thanks to all the Board of Directors, Key Managerial Personnel, Shareholders, Customers, Bankers and every member of “GLOBE” family for extending continued support, faith and trust in the company and expect the same in the time to come.

FINANCIAL HIGHLIGHTS

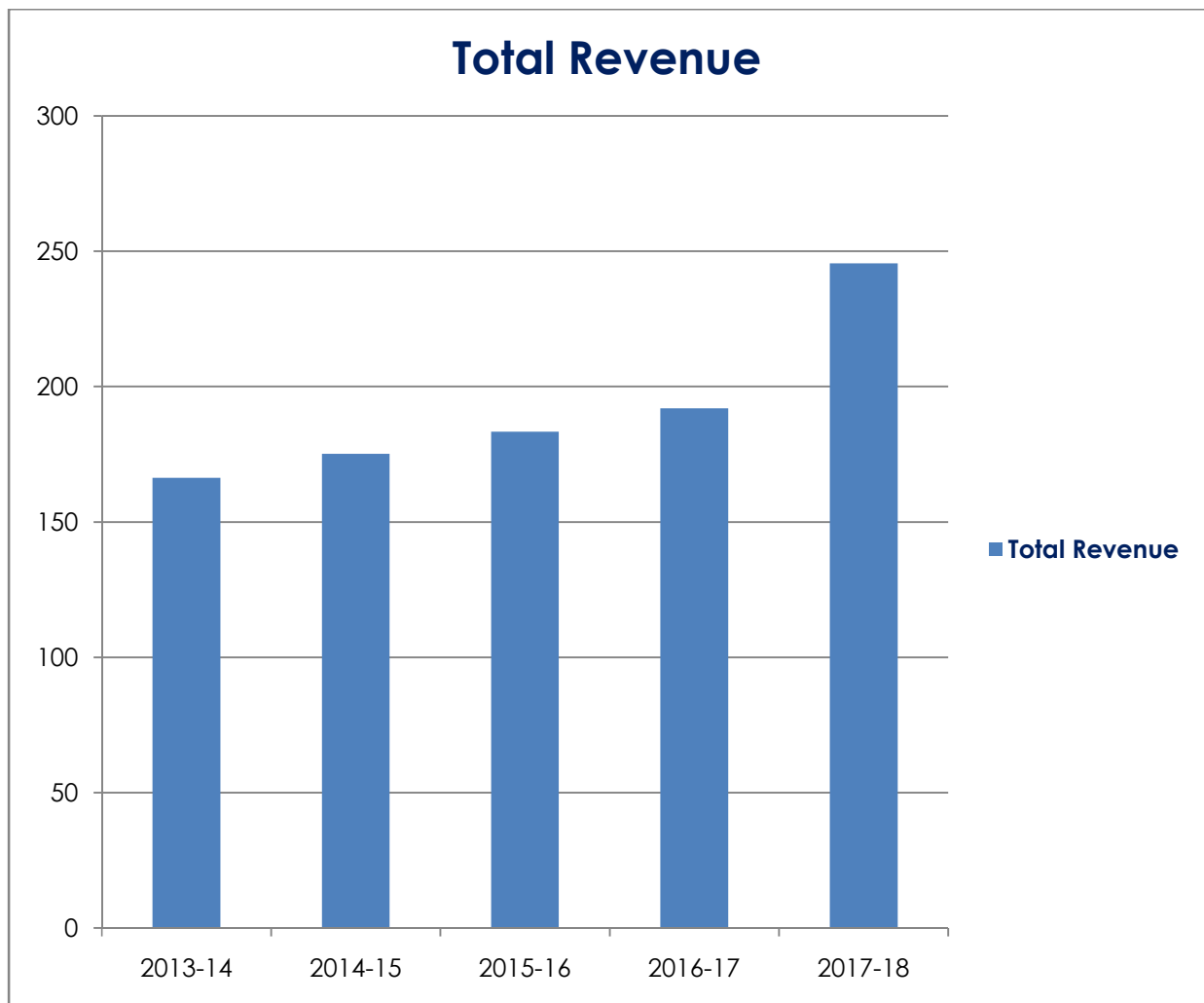
Profit before Tax and Profit after Tax:

(Rs. in Cr.)



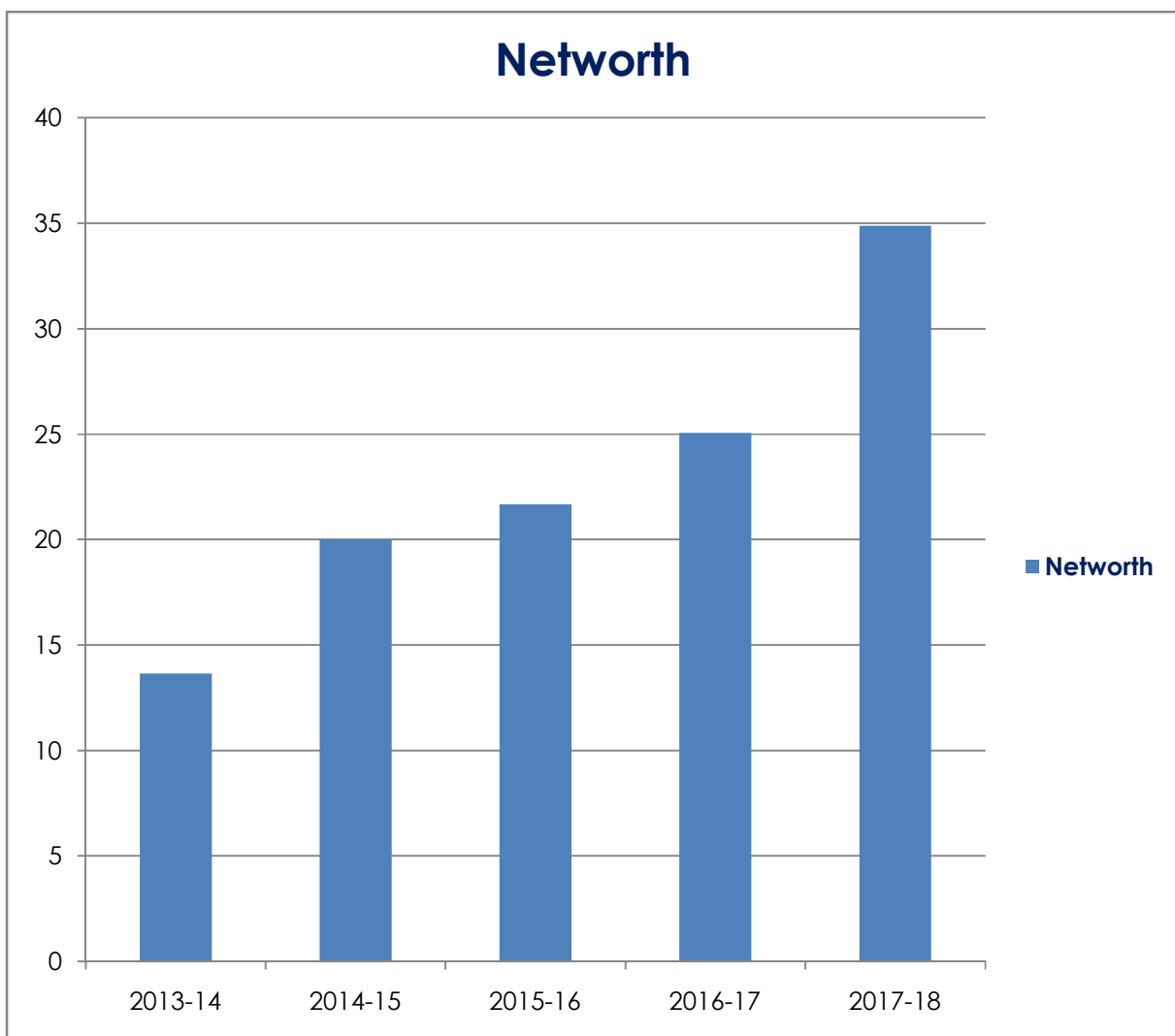
Total Revenues

(Rs. in Cr.)



Net worth

(Rs. in Cr.)





GLOBE TEXTILES (INDIA) LIMITED
(CIN: L65910GJ1995PLC027673)

NOTICE

NOTICE is hereby given that the **23rd ANNUAL GENERAL MEETING** of the Members of **GLOBE TEXTILES (INDIA) LIMITED** will be held on **Thursday, 30th August, 2018 at 11.30 A.M.** at Plot No. 38 to 41, Ahmedabad Apparel Park, GIDC Khokhra, Ahmedabad -380008 Gujarat to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance Sheet as at **31st March, 2018** Statement of Profits & Loss and together with Cash Flow Statement and Notes forming part thereto (“Financial Statement”) for the year ended on 31st March, 2018 and Report of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of **Mrs. Purvi B. Parikh (DIN: 07732523)** who retires by rotation and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS:

3. Approval of Related Party Transactions:

To consider and if thought fit, to give your assent/dissent to the following resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions of the Companies Act, 2013 read with the rules made there under (including any statutory modification(s) or re-enactment thereof for the time being in force), SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and subject to such other approvals, consents, permissions and sanctions of any authorities as may be necessary, the consent of the Company be and is hereby accorded to the Audit Committee and the Board of Directors of the Company to authorise the management of the Company to carry out transactions with related parties and for the maximum amounts per annum, as mentioned herein below for the year 2018-19:

Sr. No.	Nature of the transactions as per section 188 of the Companies Act, 2013.	Name of the Director/ KMP who is related and nature of their relationship	Name of the related party	Receipts (Rs. In Crore)	Payment (Rs. In Crore)
1	Purchase of Goods	Mr. Bhavik S. Parikh, Managing Director and Mr. Nilay J. Vora, Whole Director of the Company being Designated Partner(s)/ Shareholder(s) of the LLP.	GLOBE TEXTFEB - LLP		100

2	Sale of Goods	Mr. Bhavin S. Parikh, CEO/ CFO of the Company and their relatives being common Designated Partner(s)/ Shareholder(s) of the LLP.	KUNTHUNATH IMPEX LLP	100	
3	Purchase of Goods	Mr. Bhavin S. Parikh, CEO/ CFO of the Company and their relatives being Designated Partners(s)/ Shareholder(s) of the LLP.	KUNTHUNATH IMPEX LLP		100

“RESOLVED FURTHER THAT the transactions may be entered into subject to the compliance of criteria mentioned under Rule 15 of The Companies (Meetings of Board and its Powers) Rules, 2014 of the Companies Act, 2013.”

“RESOLVED FURTHER THAT the Board of Directors of the Company and/or a committee thereof, be and is hereby, authorized to do or cause to be done all such acts, matters, deeds and things and to settle any queries, difficulties that may arise with regard to any transactions with the related party and execute such agreements, documents and writings and to make such filings, as may be necessary or desirable for the purpose of giving effect to this resolution, in the best interest of the Company.”

Regd. Office

Plot No. 38 to 41, Ahmedabad Apparel Park,
GIDC Khokhra, Ahmedabad – 380008 Gujarat

Date: 01/08/2018

Place: Ahmedabad

By order of Board of Directors

Bhavik S. Parikh
Chairman & Managing Director
(DIN: 00038223)

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF AND PROXY NEED NOT BE A MEMBER OF THE COMPANY.

Proxies, in order to be effective, must be received by the Company, duly filled, stamped and signed, at its Registered Office not less than 48 hours before the Meeting.

Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/ authority, as applicable, issued on behalf of the nominating organisation.

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 carrying voting rights. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or Member.

2. The Statement setting out the material facts pursuant to Section 102 of the Companies Act, 2013 ('the Act'), concerning the Special Business in the Notice is annexed hereto and forms part of this Notice.
3. Corporate Members intending to send their authorised representatives to attend the AGM are requested to send a duly certified copy of their Board Resolution authorising their representatives to attend and vote at the AGM.
4. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote.
5. Members / Proxies / Authorised Representatives should bring the enclosed Attendance Slip, duly filled in, for attending the Meeting. Copies of the Annual Report or Attendance Slips will not be distributed at the Meeting.
6. Relevant documents referred to in the accompanying Notice and the Statement, are open for inspection by the members at the Registered Office of the Company on all working days, except Saturdays, during business hours up to the date of the Meeting.
7. Profile of the Directors seeking appointment / re-appointment, as required in terms of Regulation 36 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 is annexed to this Notice.
8. Pursuant to the provisions of Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from **Wednesday 22nd August, 2018 to Thursday 30th August, 2018** (both days inclusive).
9. SEBI has mandated the submission of Permanent Account Number (PAN) for participating in the securities market, deletion of name of deceased holder, transmission /transposition of shares.



Members are requested to submit the PAN details to their Depository Participant (DP) in case of holdings in dematerialised form or to M/s. Bigshare Services Pvt. Ltd. A-802 Samudra Complex, Near Klassic Gold Hotel, Off C G Road Navrangpura, Ahmedabad-380 009 Gujarat in case of holdings in physical form, mentioning your correct reference folio number.

10. Members holding shares in physical form are requested to consider converting their holding to dematerialised form to eliminate all risks associated with physical shares and for ease in portfolio management. Members can contact **Bigshare Services Private Limited**. A-802 Samudra Complex, Near Klassic Gold Hotel, Off C G Road Navrangpura, Ahmedabad – 380 009, Gujarat for assistance in this regard.
11. Electronic copy of the Annual Report for FY 2017-18 is being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purpose unless any member has requested for a Physical copy of the same.
12. The Annual Report 2017-18 of the Company circulated to the Members of the Company, will be made available on the Company's website at **www.globetextiles.net** and also on the website of the respective Stock Exchanges at **www.nseindia.com**.
13. Members of the Company had approved the appointment of M/s Dharmesh Parikh Co., Chartered Accountants as the Statutory Auditors of the Company which is valid till 24th AGM of the Company. In accordance with the Companies Amendment Act, 2017, enforced on 7th May, 2018 by Ministry of Corporate Affairs, the appointment of Statutory Auditors is not required to be ratified at every AGM.
14. Members desirous of getting any information about the Accounts of the Company are requested to write to the Company at least seven days in advance of the Meeting, so that the information can be kept ready at the Meeting.
15. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of Contracts or Arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 will be available for inspection at the AGM.
16. The route map showing directions to reach the venue of the 23rd AGM is annexed as per requirement of SS-2 on General Meetings.

Brief resume of the Directors seeking appointment/re-appointment at the 23rd Annual General Meeting

(Pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

NAME OF DIRECTORS	Mrs. Purvi Parikh
DIN	07732523
Date of Birth	13/07/1978
Date of Appointment/ Change in Designation	28/02/2017
Qualification and experience in specific functional area	Bachelor of Arts with economics from Gujarat University having experience of more than 6 years in the field of Textiles Industry.
Directorship held in other companies as on 31/03/2018*	NIL
Membership / Chairmanships of Committee in other Public Companies	NIL
Number of shares held in the company as on 31/03/2018	8,70,810
Relationship with any Director(s)/KMP of the Company	Bhavin Parikh- CEO/CFO (Husband)

* Excluding Private Limited Companies.

ANNEXURE TO THE NOTICE

EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 102 OF THE COMPANIES ACT, 2013.

In conformity with the provisions of Section 102 of the Companies Act, 2013, following Explanatory Statement sets out all material facts relating to the Special Business mentioned at Item No. 03 of the accompanying notice dated 01th August, 2018 should be taken as forming part of Notice.

ITEM NO.3:

As per the provisions of Section 188 of the Companies Act, 2013 read with rule 15 of the Companies (Meeting of Board and its Powers) Rules, 2014, and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (hereinafter “SEBI Listing Regulations, 2015”) except with the approval of the Shareholders by way of resolution, a company shall not enter into any transactions with any Related Party for availing or rendering of any service exceeding 10% of the consolidated turnover of the company or Rs.100 Crore, whichever is lower.

The Companies Act, 2013 aims to ensure transparency in the transactions and dealings between the related parties of the Company. The provisions of section 188(1) of the Companies Act, 2013 that govern the Related Party Transactions, the Listing Agreement and SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, requires that for entering into any contract or arrangement with the related party, the Company must obtain the prior approval of the Audit Committee and the Board of Directors and, if required, prior approval of the shareholders by way of a Special Resolution must be obtained for material transactions. There is no exemption thereunder even if such transaction is in the ordinary course of business of the entity and on arm’s length basis. A transaction with a related party shall be considered material if the transaction / transactions in a contract to be entered into individually or taken together with previous transactions during a financial year, exceed(s) ten percent of the annual consolidated turnover of the company as per the last audited financial statements of the company.

The Board of Directors of the Company are of the opinion that the Company being in existence for last three decades has developed into an organisation with efficient systems, competent credit management practices and stringent operational control processes, thus, may extend and avail the required support to and from its Group Companies.

In the light of the provisions of the Companies Act, 2013, the Board of Directors of your Company has approved the proposed transactions along with annual limit that your Company may enter into with the related parties (as defined under section 2(76) of the Companies Act, 2013) the name of the related parties, name of the Director or Key Managerial Personnel who is related, if any and nature of relationship is mentioned in the resolution. The amount involved in the related party transactions entered into by the Company are within the limits prescribed and the condition specified by the Act and the Listing Agreement in addition to being in the ordinary course of business and at arms’ length, but as a good corporate governance practice, the Company desires to pass an Ordinary Resolution for the same.

Therefore, approval for the below mentioned transactions is being taken:

1. Sale, purchase or supply of any goods or materials or stock-intrade;
2. Selling or otherwise disposing of or buying, property of any kind or any capital asset;
3. Giving on rent or leasing of property of any kind;



4. Availing or rendering of any services including job work.

The support and services extended by the Company to its Group Companies in relation to business enhancement and for building up robust practices and processes are towards the benefit of all the Companies. The respective transactions have been carried out on arm's length basis and all factors relevant to the respective transactions have been considered by the Board.

The Company is of the opinion that the aforesaid related party transactions are in the best interest of the Company.

The shareholders are further informed that no shareholder(s) of the Company being a related party or having any interest in the resolution as set out at Item No. 4 shall be entitled to vote on this resolution.

Mr. Bhvaik S. Parikh, Mr. Nilay J. Vora, Mr. Bhavin S. Parikh & Mrs. Purvi B. Parikh & their relatives are interested and concerned in the Resolution mentioned at Item No.3 of the Notice. Other than above mentioned persons, no other Director, Key Managerial Personnel or their respective relatives are concerned or interested in the Resolution mentioned at Item No. 3 of the Notice.

The Board accordingly recommends the resolution as set out in Item No. 3 of the Notice for the approval of the shareholders.

Regd. Office

Plot No. 38 to 41,
Ahmedabad Apparel Park,
GIDC Khokhra, Ahmedabad – 380008 Gujarat

Date: 01/08/2018

Place: Ahmedabad

By order of Board of Directors

Bhavi S. Parikh
Chairman & Managing Director
(DIN: 00038223)

DIRECTORS' REPORT

To,
THE MEMBERS,

Your Directors have the pleasure of presenting their **23rd Annual Report** on the business and operations of the Company and the accounts for the financial year ended **March 31, 2018**.

FINANCIAL RESULTS:

The financial performance of the Company for the year ended 31st March, 2018 is summarized below:

Financial Particular	(Amount In Rs.)	
	Year ending on 31st March, 2018	Year ending on 31st March, 2017
Total Income (Net)	2,45,58,66,014	1,91,93,73,538
Total Expenditure (Excluding Depreciation)	2,39,47,37,256	1,86,17,53,071
Net Profit/(Loss) before Depreciation & Tax	6,11,28,759	5,76,20,521
Less:		
Depreciation	1,04,77,301	80,93,425
Provision For Taxation	0	0
Extra Ordinary Items	0	0
Tax Expense:	1,76,16,490	1,56,47,044
Adjustment of earlier years	0	0
Profit/(Loss) After Tax	3,30,34,967	3,38,80,052

PERFORMANCE REVIEW:

Your directors are pleased to report that for the year under review, your Company has been able to achieve a net turnover of Rs. 242.72 Crore in the year 2017-18 as compared to Rs.190.42 Crore in the previous year.

TRANSFER TO RESERVES:

During the year under review, the Company has not transferred any amount to reserves.

DIVIDEND:

No dividend is being recommended by the Directors for the year ending on 31st March, 2018 as the Board of Directors wants to plough back the profit in the business.

PUBLIC DEPOSITS:

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act, 2013 (“the Act”) read with the Companies (Acceptance of Deposit) Rules, 2014 during the period under review. Hence, the requirement for furnishing the details of deposits which are not in compliance with Chapter V of the Act is not applicable.

CHANGE IN THE NATURE OF THE BUSINESS:

During the year, there is no change in the nature of the business of the Company.

TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND:

Since there was no unpaid/unclaimed Dividend declared and paid last year, the provisions of Section 125 of the Companies Act, 2013 do not apply.

SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company does not have any Subsidiary, Joint venture or Associate Company.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE ENDS OF THE FINANCIAL YEAR TO WHICH THESE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

No material changes and commitments affecting the financial position of the Company occurred between the ends of the financial year to which this financial statement relate on the date of this report.

ADEQUACY OF INTERNAL FINANCIAL CONTROLS:

The Company has in place adequate internal financial Controls with reference to Financial Statements. The Board has inter alia reviewed the adequacy and effectiveness of the Company’s internal financial controls relating to its financial statements.

During the year, such Controls were tested and no reportable material weakness was observed.

DISCLOSURE OF ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNAL:

No orders have been passed by any Regulator or Court or Tribunal which can have impact on the going concern status and the Company’s operations in future.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

The company has not given any loans or guarantees covered under the provisions of section 186 of the Companies Act, 2013 during the financial period under review.

RELATED PARTY TRANSACTIONS

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business.

Particulars of contract or arrangements with related parties is annexed herewith in Form AOC-2 as **“Annexure - A”**.

PARTICULARS OF EMPLOYEES:

The provisions of Rule 5(2) & (3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 are not applicable to the Company as none of the employees of the company has received remuneration above the limits specified in the Rule 5(2) & (3) of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 during the financial year 2016-17.

The information required under Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014 is given in the Statement annexed herewith as **“Annexure-B”**.

PARTICULARS OF ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO:

A. CONSUMPTION OF ENERGY & TECHNOLOGY ABSORPTION:

The details as required under Section 134 (3) (m) of the Companies Act, 2013, in respect of Conservation of Energy, Technology Absorption are provided in **“Annexure – C”** of this report.

B FOREIGN EXCHANGE EARNING & OUTGO:

Foreign Exchange Earning: Rs. 1,09,00,23,330

Foreign Exchange Outgo : Rs. 5,56,64,366

MATTERS RELATED TO DIRECTORS AND KEY MANAGERIAL PERSONNEL:

i. Composition of Board

Name of Directors	Designation	Category	No. of Board Meeting held during the year	No. of Board Meeting attended during the year
Mr. Bhavik Suryakant Parikh	Chairman & Managing Director	Promoter Executive	16	13
Mr. Nilaybhai Jagdishbhai Vora	Whole Time Director	Executive	16	12
Mrs. Purvi Bhavin Parikh	Director	Non- Executive	16	16

Mr. Yogesh Kanhiyalal Vaidya	Director	Non-Executive Independent	16	16
Mr. Bharatbhai Samjibhai Patel	Director	Non-Executive Independent	16	08
Mr. Monish Harbans Bhalla	Director	Non-Executive Independent	16	10

ii. Appointment:

During the year under consideration no appointments were made.

iii. Change in Designation:

During the year change in designation of the following persons were made:

- (1) Mr. Monish Bhalla (DIN: 00221254) has been appointed as Director (Independent) from Additional Director (Independent) of the Company w.e.f. 30th September, 2017.
- (2) Mr. Bharat Patel (DIN: 00243783) has been appointed as Director (Independent) from Additional Director (Independent) of the Company w.e.f. 30th September, 2017.

iv. Retirement by rotation and subsequent re-appointment:

Mrs. Purvi Bhavin Parikh (DIN: 07732523) is liable to retire by rotation at the ensuing AGM pursuant to the provisions of Section 152 of the Companies Act, 2013 read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and the Articles of Association of Company and being eligible have offered himself for reappointment. Appropriate resolutions for the re-appointment are being placed for your approval at the ensuing AGM.

The brief resume of the Directors and other related information has been detailed in the Notice convening the 23rd AGM of your Company.

v. Declaration of Independence:

Mr. Yogesh Kanhiyalal Vaidya (DIN: 00468732) is the existing Independent Directors the Company and the Company has received declarations from the Independent Directors confirming that they meet the criteria of independence as prescribed under the provisions of the Companies Act, 2013 read with the Schedules and Rules issued thereunder as well as Regulation 16(1)(b) of Listing Regulations (including any statutory modification(s) or re-enactment(s) for the time being in force).

Mr. Bharatbhai Samjibhai Patel (DIN: 00243783) is the Independent Directors the Company and the Company has received declarations from the Independent Directors confirming that they meet the criteria of independence as prescribed under the provisions of the Companies Act, 2013 read with the Schedules

and Rules issued thereunder as well as Regulation 16(1)(b) of Listing Regulations (including any statutory modification(s) or re-enactment(s) for the time being in force).

Mr. Monish Harbans Bhalla (DIN: 00221254) is the independent Directors the Company and the Company has received declarations from the Independent Directors confirming that they meet the criteria of independence as prescribed under the provisions of the Companies Act, 2013 read with the Schedules and Rules issued thereunder as well as Regulation 16(1)(b) of Listing Regulations (including any statutory modification(s) or re-enactment(s) for the time being in force).

vi. Evaluation of Board's Performance:

Pursuant to the provisions of the Companies Act, 2013 read with the Rules issued thereunder and the Listing Regulations (including any statutory modification(s) or re-enactment(s) for the time being in force), the process for evaluation of the annual performance of the Directors/ Board/ Committees was carried out.

vii. Number of Board Meetings conducted during the year under review:

The Company had 15 Board meetings on 01/04/2017, 13/04/2017, 28/04/2017, 12/05/2017, 22/05/2017, 26/05/2017, 01/06/2017, 05/06/2017, 21/06/2017, 14/08/2017, 02/09/2017, 07/09/2017, 14/11/2017, 08/12/2017 and 23/02/2018 during the financial year under review.

ANNUAL RETURN:

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and administration) Rules, 2014 is furnished in **“Annexure D”** and is attached to this Report.

DIRECTOR'S RESPONSIBILITY STATEMENT:

In accordance with the provisions of Section 134 (5) of the Companies Act, 2013, the Board hereby submits its responsibility Statement:—

- i. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for the year under review.
- iii. The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

- iv. The directors had prepared the annual accounts on a going concern basis.
- v. The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- vi. The directors had devised proper system to ensure compliance with the provisions of all applicable laws and that such system were adequate and operating effectively.

DISCLOSURE OF VARIOUS COMMITTEES OF BOARD OF DIRECTORS:

[A] AUDIT COMMITTEE:

Your Company has constituted an Audit Committee (“Audit Committee”), vide Board Resolution dated May 26, 2017, as per the applicable provisions of the Section 177 of the Companies Act, 2013 The constituted Audit Committee comprises following members:

Name of Director	Nature of Directorship	Status in Committee	No. of meetings held	No. of meetings attended
Mr. Monish Harbansh Bhalla	Non Executive-Independent Director	Chairman	04	04
Mr. Yogesh Kanhiyalal Vaidya	Independent Non Executive Director	Member	04	04
Mr. Bhavik Suryakant Parikh	Managing Director	Member	04	04

The audit committee had 04 meetings - 21/06/2017, 14/08/2017, 07/09/2017 & 14/11/2017 during the financial year under review.

The Audit Committee acts in accordance with the terms of reference specified by the Board of Directors of the Company. Further during the period under review, the Board of Directors of the Company had accepted all the recommendations of the Committee.

[B] NOMINATION AND REMUNERATION COMMITTEE:

Your Company has formed the Nomination and Remuneration Committee in accordance with the provisions of sub-section (3) of Section 178 of the Companies Act, 2013. The Nomination and Remuneration Committee comprise the following:

Name of Director	Nature of Directorship	Status in Committee	No. of meetings held	No. of meetings attended
Mr. Bharatbhai Samjibhai Patel	Non Executive-Independent Director	Member	02	01
Mr. Yogesh Kanhiyalal Vaidya	Non Executive-Independent Director	Chairman	02	02
Mr. Monish Harbanshlal Bhalla	Non Executive-Independent Director	Member	02	02



The nomination and remuneration committee had 02 meetings on 07/09/2017 and 23/02/2018 during the financial year under review.

The Board has in accordance with the provisions of sub-section (3) of Section 178 of the Companies Act, 2013, formulated the policy setting out the criteria for determining qualifications, positive attributes, independence of a Director and policy relating to remuneration for Directors, Key Managerial Personnel and other employees. . The said policy is available on the website of the Company (www.globotextiles.net).

[C] STAKEHOLDERS RELATIONSHIP COMMITTEE:

The Stakeholder's Relationship Committee comprises of the following members:

Name of Director	Nature of Directorship	Status in Committee	No. of meetings held	No. of meetings attended
Mr. Bharatbhai Samjibhai Patel	Non Executive-Independent Director	Member	0	0
Mr. Yogesh Kanhiyalal Vaidya	Non Executive-Independent Director	Chairman	0	0
Mr. Nilaybhai Jagdishbhai Vora	Whole Time Director	Member	0	0

There were no meetings of Stakeholders Relationship Committee during the financial year under review.

Details of Investor's grievances/ Complaints:

All investor complaints received during the year were resolved. The pending complaints of the Shareholders/Investors registered with SEBI at the end of the current financial year ended on 31st March, 2018 are NIL.

There were no pending requests for share transfer/dematerialization of shares as of 31st March 2018.

Compliance Officer:

The Compliance officer of the Company is Mr. Yash Manoj Shah.

VIGIL MECHANISM / WHISTLE BLOWER POLICY:

Pursuant to the provisions of Section 177(9) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company has established vigil mechanism/Whistle Blower Policy for Directors and employees of the Company to report genuine concerns regarding unethical behaviour, actual or suspected fraud or violation of the Company's code of conduct and ethics Policy. The said mechanism also provides for direct access to the Chairperson of the Audit Committee in appropriate or exceptional cases.



The Board of Directors of the Company frequently reviews the vigil mechanism/whistle blower policy in order to ensure adequate safeguards to employees and Directors against victimization.

AUDITORS:

A. Statutory Auditors:

M/s. Dharmesh Parikh & Co., Chartered Accountants, the Statutory Auditors of the Company, were reappointed at the 19th Annual General Meeting held on 30th September 2014 to hold office from the conclusion of Nineteenth (19th) Annual General Meeting (AGM) till the conclusion of (24th) Annual General Meeting to be held in the year 2019 (subject to ratification of their appointment at every AGM).

In accordance with the Companies Amendment Act, 2017, enforced on 7th May, 2018 by the Ministry of Corporate Affairs, the appointment of Statutory Auditors is not required to be ratified at every Annual General Meeting.

There are no qualifications, reservations or adverse remarks made by M/s. Dharmesh Parikh & Co., Chartered Accountants, the Statutory Auditors of the Company, in their report. The observations made by the Statutory Auditors in their report for the financial period ended 31st March, 2018 read with the explanatory notes therein are self-explanatory and therefore, do not call for any further explanation or comments from the Board under Section 134(3) of the Companies Act, 2013.

B. Cost Auditors:

The Company has not appointed the Cost Auditor as pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit is not applicable to the Company

C. Secretarial Auditors:

The Company has appointed the M/s Vishwas Sharma & Associates, Company Secretaries, Ahmedabad as Secretarial Auditor to conduct secretarial audit pursuant to the provisions of Section 204 of the Companies Act, 2013. The secretarial audit of the Company has been conducted on a concurrent basis in respect of the matters as set out in the said rules and Secretarial Audit Report given by M/s. Vishwas Sharma & Associates, Company Secretaries, Secretarial Auditor of the Company forms part of this report and is marked as "**Annexure-E**".

There are no qualifications, reservations or adverse remarks made by M/s. Vishwas Sharma & Associates, Company Secretaries, Secretarial Auditor of the Company, in their report.

D. Internal Auditors:

The Company has appointed the M/s Shah Dhandharia & Co., Chartered Accountants, Ahmedabad as Internal Auditor pursuant to the provision of section 138 of Companies Act, 2013 read with rule 13 of The Companies (Accounts) Rule, 2014 and other applicable provisions (including any modification or enactment thereof), if any, of the Companies Act, w.e.f. 26th May, 2018 for the financial year 2017-18 & 2018-19.

CORPORATE GOVERNANCE:

Your Company has been complying with the principals of good Corporate Governance over the years and is committed to the highest standards of compliance. Pursuant to regulation 15(2) of the SEBI (LODR) Regulations 2015, the compliance with the corporate governance provisions as specified in regulations 17 to 27 and clauses (b) to (i) of Regulation 46 (2) and para C, D and E of schedule V shall not apply to the listed entity which has listed its specified securities on the SME Exchange.

MANAGEMENT DISCUSSION AND ANALYSIS:

The Management's Discussion and Analysis Report for the year under review, as stipulated under Regulation 34(2)(e) of the Listing Regulations is given as an **"Annexure – F"** to this report.

STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

LISTING:

As on the date of this report, the shares of the Company are listed on SME platform of NSE (NSE EMERGE) and the Company has paid the annual listing fees for the year 2018-19.



ACKNOWLEDGEMENTS:

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

Regd. Office

Plot No. 38 to 41, Ahmedabad Apparel Park,
GIDC Khokhra, Ahmedabad – 380008 Gujarat

Date: 01/08/2018

Place: Ahmedabad

By order of Board of Directors

Bhavik S. Parikh

Chairman & Managing Director
(DIN: 00038223)

Annexure ‘A’ to the Board’s Report

FORM NO. AOC – 2

[Pursuant to clause (h) of sub-section (3) of section 134 of the Act and

Rule 8(2) of the Companies (Accounts) Rules, 2014]

Form for disclosure of particulars of contracts / arrangements entered into by the Company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm’s length transactions under third proviso thereto

(a) Details of contracts or arrangements or transactions not at arm’s length basis

1	Name(s) of the related party/parties and nature of relationship	NIL
2	Nature of contracts / arrangements / transactions	NIL
3	Duration of contracts / arrangements / transactions	NIL
4	Salient terms of the contracts / arrangements / transactions	NIL
5	Justification for entering into such contracts / arrangements / transactions	NIL
6	Date(s) of approval by the Board	NIL
7	Amount paid as advances, if any	NIL
8	Date on which special resolution was passed in general meeting as required under first proviso to section 188	NIL

(b). Nature of contracts/arrangements/transactions:

Purchase and sales of products were at arm’s length price.

(c). Duration of the contracts / arrangements/transactions:

Name of Related Party	Nature of Transaction	Duration
Globe Texfeb LLP	Purchase	12 Months
Kunthunath Impex LLP	Purchase	12 Months
Kunthunath Impex LLP	Sale	12 Months

(d) Salient terms of the contracts or arrangements or transactions including the value, if any:

All the aforesaid transactions were done at Arm’s Length Basis.

(e) Date(s) of approval by the Board (if any): - 01/04/2018



(f). Amount paid as advances, if any: - Nil

(g). Date on which the special resolution was passed in general meeting (if any): - NA

Regd. Office

Plot No. 38 to 41,
Ahmedabad Apparel Park,
GIDC Khokhra, Ahmedabad – 380008 Gujarat

Date: 01/08/2018

Place: Ahmedabad

By order of Board of Directors

Bhavik S. Parikh
Chairman & Managing Director
(DIN: 00038223)

“Annexure B”

PARTICULARS PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

- i)** The ratio of the remuneration of each director to the median employee’s remuneration for the financial year and such other details as prescribed is as given below:

Name	Ratio
Bhavik Parikh	47.33
Nilay J. Vora	9.46

- ii)** The percentage in increase/decrease in remuneration of each Managing Director, Chief financial Officer, Chief Executive officer, if any, in the financial year:

Name	Designation	% Increase/ % Decrease
Bhavik Parikh	Managing Director	0%
Nilay J. Vora	Whole Time Director	+12.68%
Bhavin Parikh	Chief Executive Officer/ Chief Financial Officer	0%

- iii)** The percentage increase in the median remuneration of employees in the financial year : 3.17%

- iv)** The number of permanent employees in the Company: 551

- v)** Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and any exceptional circumstances for increase in the managerial remuneration:

The average percentage increase already made in the salary of the employees other than managerial personnel in the last financial year i.e. 2017-18 is 13.65% whereas Remuneration of key managerial personnel is increased by 04.23%.

- vi)** If remuneration is as per the remuneration policy of the Company : Yes

“ANNEXURE - C”

CONSERVATION OF ENERGY

The information under Section 134(3) (m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended March 31, 2018 is given here below and forms part of the Directors' Report.

❖ **The steps taken for conservation of energy:**

In line with the Company's commitment towards conservation of energy, the company continues with its efforts aimed at improving energy efficiency through improved operational and maintenance practices.

The steps taken in this direction are as under:

- a) Energy conservation has been an important thrust area for the Company and is continuously monitored. The adoption of energy conservation measures has helped the Company in reduction of cost and reduced machine down-time.
- b) Energy conservation is an ongoing process and new areas are continuously identified and suitable investments are made, wherever necessary.
- c) Various on-going measures for conservation of energy include
 - (i) use of energy efficient lighting and better use of natural lighting,
 - (ii) reduction of energy loss, and
 - (iii) replacement of outdated energy intensive equipment.
- d) The Company has not specific Research and Development Department. However, the Company carries out research and development in several areas including material & process developments towards efficiency improvements, quality improvements, waste reduction etc. Apart from process improvements, the research and development also aims at finding equivalent substitutes of various inputs and packaging materials to have cost savings without compromising quality.

The Company has derived benefits of product development, cost reduction and better quality as a result of the above efforts

The research and development is an on-going exercise and suitable efforts will continue to be made in future.

❖ **The capital investment on energy conservation equipments :**

Capital Investment made in the year towards energy conservation: NIL

TECHNOLOGY ABSORPTION:

i. The efforts made towards technology absorption: N.A.

ii. The benefits derived like product improvement, cost reduction, product development or import substitution:

The Company has not specific Research and Development Department. But there are some manpower who are continuously engaged in research & development. The Company carries out research and development in several areas including material & process developments towards efficiency improvements, quality improvements, waste reduction etc. Apart from process improvements, the research and development also aims at finding equivalent substitutes of various inputs and packaging materials to have cost savings without compromising quality.

The Company has derived benefits of product diversification, cost reduction and better quality as a result of the above efforts. The research and development is an on-going exercise and suitable efforts will continue to be made in future.

iii. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): N.A.

a) The details of technology imported: N.A.

b) The year of import: N.A

c) Whether the technology been fully absorbed: N.A

d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof:

iv. the expenditure incurred on Research and Development : N.A.

“Annexure - D”

Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2018

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

1.	CIN:	L65910GJ1995PLC027673
2.	Registration Date	04/10/1995
3.	Name Of The Company	Globe Textiles (India) Limited
4.	Category / Sub-Category Of The Company	Limited by shares
5.	Address Of The Registered Office And Contact Details	Plot No. 38 to 41, Ahmedabad Apparel Park, GIDC Khokhra, Ahmedabad-380008, Gujarat.
6.	Whether Listed Company	Yes
7.	Name, Address And Contact Details Of Registrar And Transfer Agent, If Any	BIGSHARE SERVICES PVT. LTD. A-802, Samudra Complex, Near Klassic Gold, Girish Cold Drink, C.G. Road Ahmedabad - 380009 Gujarat Email: bssahd@bigshareonline.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities Contributing 10 % or more of the total turnover of the company shall be stated)

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Manufacture of textiles	Division 13	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY /ASSOCIATE	% of shares held	Applicable Section
Nil					

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year (01/04/2017)				No. of Shares held at the end of the year (31/03/2018)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters & Promoter Group									
(1) Indian									
a) Individual/ HUF	-	8708100	8708100	100	4100480	-	4100480	40.70	(59.30)
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-

e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other Directors/Relatives ...	-	-	-	-	3287620	-	3287620	32.63	32.63
Sub-total (A) (1):-	-	8708100	8708100	100	7388100	0	7388100	73.33	(26.67)
(2) Foreign									
a) NRIs-Individuals	-	-	-	-	-	-	-	-	-
b) Other-Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/ FI	-	-	-	-	-	-	-	-	-
e) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A)=(A)(1)+(A)(2)	-	8708100	8708100	100	7388100	-	7388100	73.33	(26.67)
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks/FI	-	-	-	-	-	-	-	-	-
C) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt.(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Fund	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIS	-	-	-	-	-	-	-	-	-

h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	-	-	-	-	-	-	-	-
2. Non-Institutions									
a) Bodies Corp.	-	-	-	-	98000	0	98000	0.97	0.97
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	608000	-	608000	6.03	6.03
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	1966000	-	1966000	19.51	19.51
c) Others (specify)	-	-	-	-	-	-	-	-	-
i) Non Resident Repatriates	-	-	-	-	4000	-	4000	0.04	0.04
ii) Non Resident Non Repatriates	-	-	-	-	2000	-	2000	0.02	0.02
d) Clearing Members	-	-	-	-	10000	-	10000	0.10	0.10
Sub-total (B)(2):-	-	-	-	-	2688000	-	2688000	26.67	26.67
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	8708100	8708100	100	10076100	-	10076100	100.00	-

(ii) Shareholding of Promoters

Sl No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	
3	Bhavik S. Parikh	3076860	35.33	-	2358860	23.41	-	11.92
4	Nilay J Vora	1806000	20.74	-	1204000	11.95	-	8.79
5	Jagdish M Vora HUF	79500	0.91	-	79500	0.80	-	0.11
6	Bhavin S. Parikh	1741620	20.00	-	1741620	17.28	-	2.72
7	Suryakant H. Parikh	262500	3.02	-	262500	2.61	-	0.41
8	Purvi B. Parikh	870810	10.00	-	870810	8.64	-	1.36
9	Shraddha B. Parikh	870810	10.00	-	870810	8.64	-	1.36
	TOTAL	8708100	100	-	7388100	73.33	-	

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No.		Shareholding at the beginning of the year			Cumulative Shareholding during the year	
		Reason for increase / decrease	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	Bhavik S. Parikh					
	At the beginning of the year		3076860	30.54	3076860	30.54
	(Decrease) 09/06/2017	Offer for sale	718000	(7.13)	2358860	23.41
	At the end of the year		2358860	23.41	2358860	23.41

	Bhavin S Parikh					
	At the beginning of the year		1741620	17.28	1741620	17.28
	No Change	-	-	-	-	-
	At the end of the year		1741620	17.28	1741620	17.28

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.		Shareholding at the beginning of the year		Increase/ Decrease in the Share holding	Reason	Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company			No. of shares	% of total shares of the company
	For Each of the Top 10 Shareholders						
1.	SHAILESHBHAI SHAH						
	At the beginning of the year	-	-	-	-	-	-
	Buying of Shares (07.07.2017)	-	-	54000	Buying of Shares	54,000	0.54
	Buying of Shares (14.07.2017)	-	-	48000	Buying of Shares	102,000	1.01
	Selling of Shares (08.09.2017)	-	-	(2000)	Selling of Shares	100,000	0.99
	Selling of Shares (15.09.2017)	-	-	(14000)	Selling of Shares	86,000	0.85
	Buying of Shares (23.02.2018)	-	-	20000	Buying of Shares	106,000	1.05
	Buying of Shares (28.03.2018)	-	-	32000	Buying of Shares	138,000	1.37
	At the end of the Year	-	-	-	-	138,000	1.37

2.	DARSHAN SHAH						
	At the beginning of the year	-	-	-	-	-	-
	Buying of Shares (07.07.2017)	-	-	18500	Buying of Shares	18,500	0.18
	Buying of Shares (14.07.2017)	-	-	19500	Buying of Shares	38,000	0.38
	Buying of Shares (21.07.2017)	-	-	42000	Buying of Shares	80,000	0.79
	Buying of Shares (11.08.2017)	-	-	12000	Buying of Shares	92,000	0.91
	Buying of Shares (18.08.2017)	-	-	3000	Buying of Shares	95,000	0.94
	Buying of Shares (15.09.2017)	-	-	3000	Buying of Shares	98,000	0.97
	Buying of Shares (27.10.2017)	-	-	10000	Buying of Shares	108,000	1.07
	Buying of Shares (24.11.2017)	-	-	8000	Buying of Shares	116,000	1.15
	Buying of Shares (23.03.2018)	-	-	10000	Buying of Shares	126,000	1.25
	Buying of Shares (30.03.2018)	-	-	6000	Buying of Shares	132,000	1.31
	At the end of the year	-	-			132,000	1.31
3	MANISHABEN SHAH						
	At the beginning of the year	-	-	-	-	-	-
	Buying of Shares (30.06.2017)	-	-	10000	Buying of Shares	10,000	0.10
	Buying of Shares (07.07.2017)	-	-	8000	Buying of Shares	18,000	0.18
	Buying of Shares (14.07.2017)	-	-	2000	Buying of Shares	20,000	0.20
	Buying of Shares (21.07.2017)	-	-	50000	Buying of Shares	70,000	0.69
	Buying of Shares (28.07.2017)	-	-	12000	Buying of Shares	82,000	0.81
	Buying of Shares (04.08.2017)	-	-	4000	Buying of Shares	86,000	0.85
	Buying of Shares (25.08.2017)	-	-	2000	Buying of Shares	88,000	0.87

	Selling of Shares (15.09.2017)	-	-	(12000)	Selling of Shares	76,000	0.75
	Buying of Shares (22.09.2017)	-	-	4000	Buying of Shares	80,000	0.79
	Buying of Shares (27.10.2017)	-	-	4000	Buying of Shares	84,000	0.83
	Buying of Shares (03.11.2017)	-	-	6000	Buying of Shares	90,000	0.89
	Buying of Shares (24.11.2017)	-	-	6000	Buying of Shares	96,000	0.95
	Buying of Shares (26.01.2018)	-	-	16000	Buying of Shares	112,000	1.11
	Buying of Shares (23.02.2018)	-	-	8000	Buying of Shares	120,000	1.19
	Buying of Shares (23.03.2018)	-	-	10000	Buying of Shares	130,000	1.29
	At the end of the year	-	-			130,000	1.29
4	PRAVINCHANDRA CHUNILAL SHAH						
	At the beginning of the year						
	Buying of Shares (04.08.2017)	-	-	44000	Buying of Shares	44,000	0.44
	Buying of Shares (25.08.2017)	-	-	58000	Buying of Shares	102,000	1.01
	Selling of Shares (15.09.2017)	-	-	(2000)	Selling of Shares	100,000	0.99
	At the end of the year					100,000	0.99
5	PARESH SUBODHCHANDRA SHAH						
	At the beginning of the year						
	Buying of Shares (30.06.2017)	-	-	24000	Buying of Shares	24,000	0.24
	Buying of Shares (07.07.2017)	-	-	18000	Buying of Shares	42,000	0.42
	Buying of Shares (14.07.2017)	-	-	32000	Buying of Shares	74,000	0.73
	At the end of the year					74,000	0.73
6	RIDDHI DEEPBHAI SHAH						

	At the beginning of the year						
	Buying of Shares (20.06.2017)	-	-	20000	Buying of Shares	20,000	0.20
	Buying of Shares (30.06.2017)	-	-	30000	Buying of Shares	50,000	0.50
	Buying of Shares (14.07.2017)	-	-	10000	Buying of Shares	60,000	0.60
	Buying of Shares (21.07.2017)	-	-	6000	Buying of Shares	66,000	0.66
	At the end of the year	-	-			66,000	0.66
7	KUNJAN NARENDRAKUMAR VORA						
	At the beginning of the year						
	Buying of Shares (20.06.2017)	-	-	12000	Buying of Shares	12,000	0.12
	Buying of Shares (30.06.2017)	-	-	48000	Buying of Shares	60,000	0.60
	At the end of the year					60,000	0.60
8	TPL FINANCE LIMITED						
	At the beginning of the year						
	Buying of Shares (30.06.2017)	-	-	92000	Buying of Shares	92,000	0.91
	Selling of Shares (22.09.2017)	-	-	(32000)	Selling of Shares	60,000	0.60
	At the end of the year					60,000	0.60
9	KRUPA KRUPESH THAKKAR						
	At the beginning of the year						
	Buying of Shares (20.06.2017)	-	-	24000	Buying of Shares	24,000	0.24
	Buying of Shares (30.06.2017)	-	-	33972	Buying of Shares	57,972	0.58
	Buying of Shares (07.07.2017)	-	-	28	Buying of Shares	58,000	0.58
	At the end of the year					58,000	0.58

10	GHANSHYAMBHAI AMBALAL THAKKAR						
	At the beginning of the year						
	Buying of Shares (20.06.2017)	-	-	24000	Buying of Shares	24,000	0.24
	Buying of Shares (30.06.2017)	-	-	33972	Buying of Shares	57,972	0.58
	Buying of Shares (07.07.2017)	-	-	28	Buying of Shares	58,000	0.58
	At the end of the year					58,000	0.58

(v) Shareholding of Directors and Key Managerial Personnel:

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	Mr. Bhavik S. Parikh				
	At the beginning of the year	3076860	30.54	3076860	30.54
	Offer for Sale by selling shareholders (09/06/2017) (Decrease)	718000	(7.13)	2358860	23.41
	At the end of the year	2358860	23.41	2358860	23.41
2.	Mr. Bhavin S. Parikh				
	At the beginning of the year	1741620	17.28	1741620	17.28
	No Change	-	-	-	-
	At the end of the year	1741620	17.28	1741620	17.28
3.	Mr. Nilay J. Vora				
	At the beginning of the year	1806000	17.92	1806000	17.92
	Offer for Sale by selling shareholders (09/06/2017) (Decrease)	602000	(5.97)	1204000	11.95
	At the end of the year	1204000	11.95	1204000	11.95

4.	Mrs. Purvi B. Parikh				
	At the beginning of the year	870810	8.64	870810	8.64
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	870810	8.64	870810	8.64
5.	Yogesh Vaidya				
	At the beginning of the year	-	-	-	-
	Shares bought (15.09.2017) (Increase)	10000	0.10	10000	0.10
	At the end of the year	10000	0.10	10000	0.10
6.	Mr. Bharat Patel				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
7.	Mr. Monish Bhalla				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-
8.	Yash Manoj Shah				
	At the beginning of the year	-	-	-	-
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the end of the year	-	-	-	-

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	513159279	4985802	-	518145081
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	513159279	4985802	-	518145081
Change in Indebtedness during the financial year				
* Addition	56487132	-	-	56487132
* Reduction	-	(1701000)	-	(1701000)
Net Change	123958166	4711997	-	54786132
Indebtedness at the end of the financial year				
i) Principal Amount	569646411	3284802	-	572931213
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	569646411	3284802	-	572931213

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:			
Sl. no.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
		Mr. Bhavik Suryakant Parikh	
1.	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961.	3397680	3397680
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2.	Stock Option	-	-
3.	Sweat Equity	-	-
4.	Commission - as % of profit - Others, specify...	- -	-
5.	Others, please specify	-	-
	Total (i)	3397680	3397680
	Ceiling as per the Act		
		Mr. Nilay J Vora	
1.	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961.	772,417	772,417
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961		
2.	Stock Option	-	
3.	Sweat Equity	-	

4.	Commission - as % of profit - Others, specify...	- -	-
5.	Others, please specify	-	
	Total (ii)	772,417	772,417
	Ceiling as per the Act		
		Total (i+ii)	4170097

B. Remuneration to other directors:						
SN.	Particulars of Remuneration	Name of Directors				Total
		Mrs. Purvi B. Parikh	Mr. Yogesh Vaidya	Mr. Monish Bhalla	Mr. Bharat Patel	
1	Independent Directors	-	✓	✓	✓	NIL
	Fee for attending board committee meetings	-	NIL	NIL	NIL	NIL
	Commission	-	NIL	NIL	NIL	NIL
	Others, please specify	-	NIL	NIL	NIL	NIL
	Total (1)	-	NIL	NIL	NIL	-
2	Other Non-Executive Directors	✓	-	-	-	-
	Fee for attending board committee meetings	NIL	-	-	-	-
	Commission	NIL	-	-	-	NIL
	Others, please specify (Salary)	NIL	-	-	-	NIL
	Total (2)	NIL	-	-	-	NIL
	Total (B)=(1+2)	NIL	NIL	NIL	NIL	NIL
	Total Managerial Remuneration	NIL	NIL	NIL	NIL	NIL
	Overall Ceiling as per the Act	100000/- per meeting	100000/- per meeting	100000/- per meeting	100000/- per meeting	-

C. Remuneration to Key Managerial Personnel Other than MD/ Manager/ WTD:				
Sl. No.	Particulars of Remuneration	Key Managerial Personnel		Total Amount
		CS	CFO	
		Yash Shah	Bhavin Parikh	
1.	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act,1961 (b) Value of perquisites u/s 17(2) Income-tax Act,1961 (c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	1,88,305	26,07,660	2,79,55,965
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission - as % of profit - Others, specify...	-	-	-
5.	Others, please specify			
	Total (A)	1,88,305	26,07,660	2,79,55,965
	Ceiling as per the Act	-	-	-

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/Compounding fees imposed	Authority [RD/NCLT /COURT]	Appeal made, if any (give details)
A.COMPANY					
Penalty					
Punishment					
Compounding					
B.DIRECTORS					
Penalty			NIL		
Punishment					
Compounding					
C.OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					

Regd. Office

Plot No. 38 to 41, Ahmedabad Apparel Park,
GIDC Khokhra, Ahmedabad – 380008 Gujarat

Date: 01/08/2018

Place: Ahmedabad

By order of Board of Directors

Bhavik S. Parikh
Chairman & Managing Director
(DIN: 00038223)

“Annexure E”

SECRETARIAL AUDIT REPORT

(Form No. MR-3)

For the financial year ended on 31st March, 2017

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No. 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
Globe Textiles (India) Ltd,
Ahmedabad.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Globe Textiles (India) Ltd** (CIN: L65910GJ1995PLC027673)(hereinafter called “the company”). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company’s books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on **31st March, 2018** (‘Audit Period’) complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2018 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the Rules made there under,
- (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the Rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-Laws framed there under;

- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowing.
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009.
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (*not applicable to the company during the audit period*);
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (*not applicable to the company during the audit period*);
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (*not applicable to the company during the audit period*);
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (*not applicable to the company during the audit period*);
- (vi) I have relied on the representations made by the Company and its officers for systems and mechanism formed by the Company for compliances of other specific applicable Acts, Laws and Regulations to the Company as mentioned hereunder;
 - a) The Employees' Provident Funds and Miscellaneous Provisions Act, 1952
 - b) Employees' State Insurance Act, 1948
 - c) The Factories Act, 1948
 - d) The Minimum Wages Act, 1948, and rules made there under
 - e) The Payment of Gratuity Act, 1972

I have also examined compliance with the applicable Clauses of the following:

- i. Secretarial Standards issued by The Institute of Company Secretaries of India;
- ii. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015



During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all the directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Board takes decision by majority of directors while the dissenting directors' views are captured and recorded as part of the minutes.

I further report that:

There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable Laws, Rules, Regulations and guidelines.

I further report that during the audit period the Company has issued 26,88,000 equity shares of Rs.10/- each at a premium of Rs.41/- per share through Initial Public Offer (IPO) and listed its equity shares on SME platform of National Stock Exchange (NSE EMERGE) on 23rd June, 2017.

However, there were no instances of:

- (i) Rights/Preferential issue of Shares/debentures/sweat equity.
- (ii) Redemption/buy-back of securities.
- (iii) Merger/ amalgamation/ reconstruction etc.
- (iv) Foreign technical collaborations.

For, **Vishwas Sharma & Associates**
Company Secretaries

Place :- Ahmedabad
Date:- 01/08/2018

Vishwas Sharma
Proprietor
ACS:-33017
COP No. :- 16942

Note: This report is to be read with our letter of even date which is annexed as Annexure -1 herewith and forms and integral part of this report.



Annexure - 1 to Secretarial Audit Report

To,
The Members,
Globe Textiles (India) Ltd,
Ahmedabad.

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representations about the compliance of Laws, Rules and Regulations and happening of events etc.
5. The compliance of the provisions of corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For, **Vishwas Sharma & Associates**
Company Secretaries

Place :- Ahmedabad
Date:- 01/08/2018

Vishwas Sharma
Proprietor
ACS:-33017
COP No. :- 16942

“Annexure F”

MANAGEMENT DISCUSSION AND ANALYSIS

a. Industry Structure and Developments:

India’s textiles sector is one of the oldest industries in Indian economy dating back several centuries. Even today, textiles sector is one of the largest contributors to India’s exports with approximately 13 per cent of total exports. The textiles industry is also labor intensive and is one of the largest employers. The textile industry has two broad segments. First, the unorganized sector consists of handloom, handicrafts and sericulture, which are operated on a small scale and through traditional tools and methods. The second is the organized sector consisting of spinning, apparel and garments segment which apply modern machinery and techniques such as economies of scale.

The textile industry employs about 105 million people directly and indirectly. India's overall textile exports during FY 2017-18 stood at US\$ 37.74 billion.

Textile plays a major role in the Indian Economy by contributing approx 14 per cent to industrial production and 4 per cent to GDP

The size of India’s textile market as of July 2017 was around US\$ 150 billion, which is expected to touch US\$ 250 billion market by 2019, growing at a CAGR of 13.58 per cent between 2009-2019.

The central government is planning to finalise and launch the new textile policy in the next three months¹. The policy aims to achieve US\$ 300 billion worth of textile exports by 2024-25 and create an additional 35 million jobs.

b. Opportunities:

Our long-standing relationship with our major customers has been one of the most significant factors contributing to our growth. Our commitments to quality and customer service practices have been strong contributing factors to our robust customer relations. Over the years, we have steadily developed a robust base of international customers for our products in south-east Asian and gulf countries. Even though we do not have any long-term supply agreements with them, we have continually received repeat business from many of our international customers. This indicates their level of confidence in our ability to understand latest trends and ensure timely delivery of quality products.

c. Segment wise Performance:

We aim to leverage our existing suite of products, knowhow and manufacturing capabilities to produce niche and higher-margin products. We believe that, given our manufacturing capacity and expertise, we would be able to produce and sell such fabrics at competitive prices compared to the international export markets. In the long run, we may also intend to enter into new product lines and target new consumer segments. We believe that such initiatives will optimally diversify our business and products portfolio and enable access to new markets.

For the period ended, fiscal 2018, fiscal 2017 and fiscal 2016, export of garments to our overseas customers accounted to Rs. 98.96 Cr., Rs. 90.15 Cr and Rs. 104.72 Cr respectively.

d. Recent Trend and Future Outlook:

The future for the Indian textile industry looks promising, buoyed by both strong domestic consumption as well as export demand. With consumerism and disposable income on the rise, the retail sector has experienced a rapid growth in the past decade with the entry of several international players like Marks & Spencer, Guess and Next into the Indian market.

High economic growth has resulted in higher disposable income. This has led to rise in demand for products creating a huge domestic market. The domestic market for apparel and lifestyle products, currently estimated at US\$ 85 billion, is expected to reach US\$ 160 billion by 2025.

The Indian cotton textile industry is expected to showcase a stable growth in F.Y 2017-18, supported by stable input prices, healthy capacity utilisation and steady domestic demand.

e. Risk and Concerns

Our business and results of operations are dependent on our ability to effectively plan our manufacturing processes and on our ability to optimally utilize our manufacturing capacities for the various products we manufacture. Any disruption to our manufacturing process or the operation of our production facilities may result from various factors beyond our control, including, among others, the following:

Utility supply disturbances, particularly power supply;

Forced close down or suspension of our manufacturing facilities due to factors such as breakdown or failure of equipment, performance below expected levels of output or efficiency, facility obsolescence or disrepair, labour disputes such as strikes and work stoppages, natural disasters and industrial accidents;

Severe weather condition;

Interruption of our information technology systems that facilitate the management of our manufacturing facilities; and

Other production or distribution problems, including limitations to production capacity due to regulatory requirements, changes in the types of products produced or physical limitations that could impact continuous supply.

f. Internal Control Systems and their Adequacy:

The Company has adequate systems of internal Controls commensurate with its size and operations to ensure orderly and efficient conduct of business.

g. Financial Performance with respect to operational performance:

The Financial performance of the Company for the year **2017-18** is described in the Directors' Report under the head operations.

h. Material developments in Human Resources/Industrial Relations front, including the number of people employed.

During the year under review, no such initiatives and/or developments in Human Resources/Industrial Relations front has been taken by the Company.

i. Cautionary Statement:

Statement in this Management Discussion and Analysis Report, Describing the Company's objectives, estimates and expectations may constitute Forward Looking Statements within the meaning of applicable laws or regulations. Actual results might differ materially from those either expressed or implied.

INDEPENDENT AUDITOR'S REPORT

To the Members of Globe Textiles (India) Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Globe Textiles (India) Limited (“the Company”), which comprise the Balance Sheet as at 31st March 2018, the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation and presentation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2018 and its financial performance and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A", a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Act, we report that:
 - a) we have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
 - e) on the basis of the written representations received from the directors as on 31st March 2018 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2018 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B" and
 - g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. the Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 32(c) to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.



- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **DHARMESH PARIKH & CO.**
Chartered Accountants
Firm RegNo: 112054W

Place: Ahmedabad
Date : 26/05/2018

Anuj Jain
Partner
Membership No. 119140

Annexure - A to the Independent Auditor's Report **Re: Globe Textiles (India) Limited**

(Referred to in Paragraph 1 of our Report of even date)

The Annexure referred to in our Independent Auditor's Report to the members of the Company on the standalone financial statements for the year ended 31stMarch 2018, we report that

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - (b) According to the information and explanations given to us, the Company has a program of physically verifying its fixed assets in a phased manner designed to cover all assets, which in our opinion is reasonable having regard to the size of the company and the nature of its business.
 - (c) The title deeds of immovable properties, as disclosed in Note 12 on fixed assets to the financial statements, are held in the name of the company, except for leasehold land and immovable assets constructed on the same having a carrying value of Rs. 11,04,42,949 as at 31stMarch 2018.
- (ii) The inventory, other than stocks lying with third parties, has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on verification between the physical stocks and the book records were not material and have been properly dealt with in the books of account.
- (iii) According to the information and explanations given to us and representations made by the Management, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the Register maintained under section 189 of the Companies Act, 2013 ('the Act'). Accordingly, the provisions of clause 3 (iii) (a) to (c) of the Order are not applicable to the Company.
- (iv) According to the information and explanations given to us and representations made by the Management, the Company has not done any transactions covered under section 185 and 186 in respect of loans, investments, guarantees and security. Accordingly the provisions of paragraph 3 (iv) of the Order are not applicable.
- (v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- (vi) According to the information and explanations given to us, the maintenance of cost records under section 148(1) of the Act as prescribed by the Central Government is currently not applicable in respect of the products manufactured/ dealt by to the company.
- (vii) (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, goods and service tax, service tax, duty of customs, value added tax, cess and other material statutory dues have generally been deposited regularly during the year by the Company with the appropriate authorities. As explained to us, the Company did not have any dues on account of duty of excise.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of above referred statutory dues were in arrears as at 31 March 2018 for a period of more than six months from the date they became payable.

(c) According to the records of the Company and representations made by the Management, the following dues of income tax have not been deposited by the Company on account of disputes:

Name of Statute	Nature of the dues	Forum where dispute is pending	Amount (*) (In Rs.)	Amount paid under protest (In Rs.)	Period to which the amount relates
Income Tax Act, 1961	Income Tax	Appellate Authority upto Commissioner's Level	4,72,48,299	---	AY 2006-07, 2012-13 to 2014-15
Income Tax Act, 1961	TDS	Assessing Officer	32,640	---	Mutiple years

- (viii) Based on our audit procedures and on the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to any bank or financial institution during the year. The company has not borrowed funds from any debenture holders.
- (ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has raised moneys by way of initial public offer and the same has been utilized for the purposes as stated in the prospectus. The company has not raised money by further public offer including debt instruments and term Loans during the year.
- (x) During the course of our examination of the books and records of the company, carried out in accordance with the generally accepted auditing practice in India, and according to the information and explanation given to us, we have neither come across any instance of material fraud by the company or on the company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the management.
- (xi) According to the information and explanations given to us and on the basis of our examination of the records of the Company, managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V of the Act.
- (xii) In our opinion, the Company is not a Nidhi Company. Accordingly the provisions of paragraph 3 (xii) of the Order are not applicable.



- (xiii) As per information and explanation given to us and on the basis of our examination of the records of the Company, all the transaction with related parties are in compliance with section 177 and 188 of Companies Act 2013 and all the details have been disclosed in financial statements as required by the applicable Accounting Standards.
- (xiv) According to the information and explanations given to us and on the basis of our examination of the records, the Company has not made any preferential allotment or private placement or not issued any debenture during the year under review. Accordingly the provisions of paragraph 3(xiv) of the Order are not applicable.
- (xv) According to the information and explanations given to us and on the basis of our examination of the records, Company has not entered into any non-cash transactions with any director or any person connected with him. Accordingly the provisions of Clauses 3(xv) of the Order are not applicable to the Company.
- (xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3(xvi) of the Order are not applicable.

For DHARMESH PARIKH & CO.
Chartered Accountants
Firm RegNo: 112054W

Place: Ahmedabad
Date : 26/05/2018

Anuj Jain
Partner
Membership No. 119140

Annexure-B to the Independent Auditor's Report

Re: Globe Textiles (India) Limited

(Referred to in paragraph 2 (f) of our Report of even date)

Report on the Internal Financial Controls under Clause i of sub-section 3 of section 143 of the Companies Act 2013 (the act).

We have audited the internal financial controls over financial reporting of the Company as of 31st March, 2018 in conjunction with our audit of the standalone financial statements of the company for the year ended on that date.

Management's Responsibilities for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the Guidance Note) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness



exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the company is not having any defined SOP to manage its operations. Accordingly there are some limitations in the control aspects of financial reporting. In our opinion, except for the possible effects of this material weakness, the company has maintained in



all material respects, an adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as of 31st March 2018 based on the internal financial controls over financial reporting criteria established by the company considering the essential components of internal financial controls stated in the Guidance Note on audit of internal financial controls over financial reporting issued by the Institute of Chartered Accountants of India.

For **DHARMESH PARIKH & CO.**
Chartered Accountants
Firm RegNo: 112054W

Place: Ahmedabad
Date : 26/05/2018

Anuj Jain
Partner
Membership No. 119140

**GLOBE TEXTILES (INDIA) LTD.
(FORMERLY GLOBE TEXTILES (INDIA) PRIVATE LTD.)**

BALANCE SHEET AS AT 31ST MARCH, 2018

PARTICULARS		NOTES	AS AT 31-03-2018		AS AT 31-03-2017	
I	EQUITY AND LIABILITIES					
(1)	SHAREHOLDERS' FUNDS					
	(a) Share Capital	3	100,761,000		87,081,000	
	(b) Reserves & Surplus	4	248,227,269		163,520,717	
	(c) Money Received Against Share Warrants		-		-	
				348,988,269		250,601,717
(2)	SHARE APPLICATION MONEY PENDING ALLOTMENT (NON REFUNDABLE)			-		-
(3)	NON-CURRENT LIABILITIES					
	(a) Long-term borrowings	5	45,773,400		75,725,567	
	(b) Deferred Tax Liabilities (Net)	6	6,453,011		2,694,499	
	(c) Other Long-term Liabilities		-		-	
	(d) Long-term provisions	7	3,569,725		2,496,920	
				55,796,136		80,916,986
(4)	CURRENT LIABILITIES					
	(a) Short-term borrowings	8	527,157,813		442,419,514	
	(b) Trade Payables	9	263,360,252		242,570,878	
	(c) Other current liabilities	10	115,678,035		79,693,375	
	(d) Short-term provisions	11	6,601,069		15,987,382	
				912,797,169		780,671,149
	TOTAL			1,317,581,574		1,112,189,852
II	ASSETS					
(1)	NON CURRENT ASSETS					
	(a) Fixed assets					
	(i) Tangible assets	12	207,982,190		166,344,667	
	(ii) Intangible assets	12	586,846		1,025,736	



	(iii) Capital work-in-progress	12.1	-		52,092,615	
	(b) Non-current investments		-		-	
	(c) Long-term loans and advances	13	4,862,352		15,811,556	
	(d) Other non-current assets		-		-	
				213,431,388		235,274,574
(2)	CURRENT ASSETS					
	(a) Current Investments		-		-	
	(b) Inventories	14	433,404,502		383,576,606	
	(c) Trade receivables	15	458,231,224		435,943,208	
	(d) Cash & Bank Balances	16	25,150,444		10,721,475	
	(e) Short-term loans & advances	17	176,360,645		39,846,462	
	(f) Other current assets	18	11,003,371		6,827,527	
				1,104,150,186		876,915,278
	TOTAL			1,317,581,574		1,112,189,852
	Summary of Significant Accounting Policies	2				

The accompanying notes are an integral part of the financial statements.

As per our attached report of even date
For DHARMESH PARIKH & CO.
Chartered Accountants
Firm Reg. No. - 112054W

For and on behalf of the Board

ANUJ JAIN
(PARTNER)
Membership No. 119140

Bhavik Parikh **Purvi Bhavin Parikh**
Managing Director **Director**
DIN : 00038223 DIN : 07732523

Yash Shah **Bhavin Parikh**
Company Secretary **CFO**
M. No : 49578

Place : Ahmedabad
Date : 26/05/2018

Place : Ahmedabad
Date : 26/05/2018



GLOBE TEXTILES (INDIA) LTD.
(FORMERLY GLOBE TEXTILES (INDIA) PRIVATE LTD.)

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2018

PARTICULARS		NOTES	FOR THE YEAR ENDED 31ST MARCH, 2018		FOR THE YEAR ENDED 31ST MARCH, 2017	
I	Revenue from Operation	19		2,427,242,131		1,904,248,426
II	Other Income	20		28,623,883		15,125,112
III	Total Revenue (I + II)			2,455,866,014		1,919,373,538
IV	Expenses					
	Cost of Materials consumed	21		1,163,261,114		1,233,537,477
	Purchases of Stock-in-Trade	22		1,039,504,435		500,807,151
	Changes in inventories of finished goods, work-in-progress and Stock-in-trade	23		(63,385,219)		(88,993,664)
	Employee benefits expense	24		84,041,349		49,710,760
	Finance costs	25		56,841,638		45,860,912
	Depreciation and amortization expense	12		10,477,301		8,093,425
	Other expenses	26		114,473,939		120,830,381
	Total Expenses			2,405,214,557		1,869,846,442
V	Profit for the year before Exceptional and extraordinary items and tax (III-IV)			50,651,457		49,527,096
VI	Less : Exceptional items			-		-
VII	Profit for the year before extraordinary items and tax (V-VI)			50,651,457		49,527,096
VIII	Add/(Less) : Extraordinary items			-		-
IX	Profit for the year before taxation (VII-VIII)			50,651,457		49,527,096
X	Tax Expense	27		17,616,490		15,647,044
XI	Profit (Loss) for the year (IX-X)			33,034,967		33,880,052



XII	Earning per Equity Share of Rs. 10 Each	28				
	- Basic & Diluted			3.39		3.89
	Summary of significant accounting policies	2				

The accompanying notes are an integral part of the financial statements.

As per our attached report of even date
For DHARMESH PARIKH & CO.
Chartered Accountants
Firm Reg. No. - 112054W

For and on behalf of the Board

ANUJ JAIN
(PARTNER)
Membership No. 119140

Bhavik Parikh
Managing Director
DIN : 00038223

Purvi Bhavin Parikh
Director
DIN : 07732523

Yash Shah
Company Secretary
M. No : 49578

Bhavin Parikh
CFO

Place : Ahmedabad
Date : 26/05/2018

Place : Ahmedabad
Date : 26/05/2018



GLOBE TEXTILES (INDIA) LTD.

(FORMERLY GLOBE TEXTILES (INDIA) PRIVATE LTD.)

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2018

Particulars	FOR THE YEAR ENDED 31ST MARCH, 2018		FOR THE YEAR ENDED 31ST MARCH, 2017	
	INR	INR	INR	INR
A. Cash flow from operating activities				
Profit before tax from continuing operations	50,651,457		49,527,096	
Profit before tax		50,651,457		49,527,096
<i>Adjustment on account of:</i>				
Depreciation and amortisation	10,477,301		8,093,425	
Net unrealised exchange (gain) / loss	(17,865,777)		(1,672,249)	
Liabilities no longer required	(145,000)		-	
Loss on sale of fixed asset	-		-	
Interest Subsidy Income	(3,640,660)		(6,504,967)	
Interest Expense	56,841,638		41,376,627	
Interest Income	(84,982)		(81,701)	
		45,582,520		41,211,135
Operating profit / (loss) before working capital changes		96,233,977		90,738,231
<i>Changes in working capital:</i>				
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Inventories	(49,827,896)		(120,225,148)	
Trade receivables	(4,422,239)		(116,113,443)	
Short-term loans and advances	(136,514,183)		38,112,206	
Other current assets	34,041		(44,565)	
Long-term loans and advances	761,158		(795,646)	
		(189,969,117)		(199,066,596)
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	20,934,374		98,340,788	
Other current liabilities	35,984,660		3,053,854	
Short-term provisions	374,168		(171,016)	
Long-term provisions	1,072,805		1,335,527	
		58,366,007		102,559,153
Cash generated from / (used in) operations		- 35,369,132.86		(5,769,212)
Net income tax (paid) / refunds	(13,430,413)		(9,996,626)	
Net cash flow from / (used in) operating activities (A)		(48,799,545)		(15,765,838)

B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances & CWIP	(6,671,754)		(82,111,550)	
Interest received	99,224		205,999	
Net cash flow from / (used in) investing activities (B)		(6,572,530)		(81,905,551)
C. Cash flow from financing activities				
Proceeds from issue of equity shares	65,351,584		-	
Proceeds from long-term borrowings	-		29,469,942	
Repayment of long-term borrowings	(29,952,167)		-	
Proceeds from other short-term borrowings	84,738,299		101,187,379	
Interest Subsidy Received	6,504,967			
Interest Paid	(56,841,638)		(41,376,627)	
		69,801,045		89,280,694
Net cash flow from / (used in) financing activities (C)		69,801,045		89,280,694
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		14,428,970		(8,390,695)
Cash and cash equivalents at the beginning of the year		10,721,475		19,112,170
Cash and cash equivalents at the end of the year		25,150,444		10,721,475
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Cash and cash equivalents as per Balance Sheet (Refer Note 16)		25,150,444		10,721,475
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 <i>Cash Flow Statements</i>	-		-	
Net Cash and cash equivalents included in Note 16	25,150,444		10,721,475	
Add: Current investments considered as part of Cash and cash equivalents	-		-	
Cash and cash equivalents at the end of the year *		25,150,444		10,721,475
* Comprises:				
(a) Cash on hand		1,417,686		1,777,124
(b) Balances with banks				
(i) In current accounts	1,527,470		261,000	
(ii) In EEFC accounts	22,205,288		8,433,351	
(iii) In deposit accounts	-		250,000	
		25,150,444		10,721,475
Notes:				
(i) The Cash Flow Statement reflects the combined cash flows pertaining to continuing and discounting operations.				



(ii) These earmarked account balances with banks can be utilised only for the specific identified purposes.

See accompanying notes forming part of the financial statements

The accompanying notes are an integral part of the financial statements.

As per our attached report of even date
For DHARMESH PARIKH & CO.
Chartered Accountants
Firm Reg. No. - 112054W

For and on behalf of the Board

ANUJ JAIN
(PARTNER)
Membership No. 119140

Bhavik Parikh
Managing Director
DIN : 00038223

Purvi Bhavin Parikh
Director
DIN : 07732523

Yash Shah
Company Secretary
M. No : 49578

Bhavin Parikh
CFO

Place : Ahmedabad
Date : 26/05/2018

Place : Ahmedabad
Date : 26/05/2018

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2018

Note 1: CORPORATE INFORMATION

Globe Textiles (India) Limited having CIN: L65910GJ1995PLC027673 originally incorporated as a private limited company under the provisions of the Companies Act, 1956 and is domiciled in India. The company is based in Ahmedabad and is primarily involved in trading and manufacturing of textile products.

Note 2: SIGNIFICANT ACCOUNTING POLICIES ADOPTED BY THE COMPANY IN THE PREPARATION AND PRESENTATION OF THE ACCOUNTS:-

a) BASIS OF PREPARATION OF FINANCIAL STATEMENT

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 (“the 2013 Act”) read with Rule 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared on accrual basis under historical cost convention and going concern basis. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b) USE OF ESTIMATES

The preparation of the financial statements in conformity with Indian GAAP requires the management to make judgement, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year. Although these estimates are based on Management’s best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes different from the estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognized prospectively in the current and future periods.

c) CURRENT & NON-CURRENT CLASSIFICATION

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of activities and time between the activities performed and their realisation in cash or cash equivalents, the company has ascertained its operating cycle as 12 months for the purpose of current / non-current classification of assets and liabilities.

d) INVENTORIES

Inventories include Raw Materials and Traded/ Finished Goods and the same are valued at lower of cost and net realizable value. Cost is determined based on First In First Out (FIFO Basis).

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale."

e) CASH AND CASH EQUIVALENTS (FOR PURPOSES OF CASH FLOW STATEMENT)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments

that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

f) CASH FLOW STATEMENT

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

g) PRIOR PERIOD ITEMS

All identifiable items of Income and Expenditure pertaining to prior period are accounted through "Prior Period Expenses Account"

h) DEPRECIATION

Depreciation of fixed assets is provided on Straight Line Method at rates and in the manner specified in Schedule II of the Companies Act 2013.

Depreciation on assets acquired / disposed off during the year is provided on pro-rata basis with reference to the date of addition / disposal.

Intangible Assets in the form of Software which are an integral part of Computer Systems are amortised at the same rate as that of Computer Systems. Intangible Assets in the form of Mine Development are amortised over a period of underlying contract.

i) REVENUE RECOGNITION

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured with reasonable certainty of its recovery.

i) Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales exclude sales tax/ value added tax.

ii) Interest revenues are recognised on time proportion basis taking into account the amount outstanding and the rate applicable.

iii) Govt. Incentives are recognised based on the claim filed by the company and certainty of receipt for the same as determined by the management."

j) FIXED ASSETS

(I) Fixed assets are stated at cost of acquisition or construction. They are stated at historical cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price, import duty and other non-refundable taxes or levies and any directly attributable cost of bringing the asset to its working condition for its intended use. Borrowing cost relating to acquisition / construction of fixed assets which take substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

(II) Tangible assets not ready for the intended use on the date of Balance sheet are disclosed as ""Capital work-in-progress"".

(III) Any capital expenditure in respect of assets, the ownership of which would not vest with the Company, is charged off to revenue in the year of incurrence."

k) FOREIGN CURRENCY TRANSACTIONS

i) Initial Recognition and measurement

Foreign currency transaction is recorded, on initial recognition in the reporting currency, by applying to the foreign currency amount at the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

ii) Subsequent Measurement

All foreign currency denominated monetary assets and liabilities are translated at the exchange rates prevailing on the balance sheet date. The resultant exchange differences are recognised in the statement of profit and loss for the year.

iii) Exchange Differences

All exchange differences arising on settlement and conversion of foreign currency transaction are included in the Statement of Profit and Loss.

iv) Forward Exchange Contracts

The Company uses foreign currency forward contracts to hedge its risks associated with foreign currency fluctuations relating to certain firm commitments and forecasted transactions.

The use of such foreign currency forward contracts is governed by the Company's policies approved by the management, which provide principles on use of such financial derivatives consistent with the Company's risk management strategy. The company does not use derivative financial instruments for speculative purposes.

In respect of transactions covered by forward exchange contracts, the difference between the year end rate and the exchange rate at the date of contract is recognised as exchange difference and the premium paid on forward contracts is recognised over the life of the contracts.

l) INVESTMENTS

i) Long-term Investments are stated at cost. Provision for diminution in the value of long-term Investments is made only if such a decline is other than temporary in the opinion of the management.

ii) Current investment are carried at the lower of cost and quoted/fair value, computed category wise.

m) EMPLOYEE BENEFITS

Employee benefits includes gratuity, compensated absences and contribution to provident fund & employees' state insurance.

Short Term Employee Benefits

Employee benefits payable wholly within twelve months of rendering the service are classified as short term employees benefits and are recognised in the period in which the employee renders the related service.

Post Employment Benefits

i) Defined Benefit Plan

The employees' gratuity scheme is a defined benefit scheme. The present value of the obligation under such defined benefit plan is determined at each Balance Sheet date based on actuarial valuations, carried out by an independent actuary, using the Projected Unit Credit method. The liability for gratuity is funded annually to a gratuity fund maintained with the Life Insurance Corporation of India ('LIC'). Actuarial gains and losses are recognised in the Statement of Profit and Loss.

ii) **Defined Contribution Plans**

Contribution to the provident fund and superannuation scheme which are defined contribution schemes are charged to the statement of Profit and Loss as they are incurred.

iii) **Long-term Employee Benefits**

Long term employee benefits comprise of compensated absences. However the company do not have any policy to carry forward the unutilised leaves.

iv) **Other Employee Benefits:** Other Employee Benefits are accounted for on accrual basis.

v) For the purpose of presentation of Defined benefit plans, the allocation between short term and long term provisions has been made as determined by an actuary.

n) BORROWING COSTS

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to Statement of Profit and Loss.

o) SEGMENT ACCOUNTING

In accordance with Accounting Standard 17 "Segment Reporting" as prescribed under Companies (Accounting Standards) Rules, 2006 (as amended), the company has determined its business segment as Textile Trading and Manufacturing. Since, there are no other business segments in which the company operates, there are no other primary reportable segments. Therefore, the segment revenue, results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as reflected in the financial statements.

p) RELATED PARTY TRANSACTIONS

Disclosure of transactions with Related Parties, as required by Accounting Standard 18 "Related Party disclosures" has been set out in a separate note forming part of this schedule. Related Parties as defined under clause 3 of the Accounting Standard 18 have been identified on the basis of representation made by key managerial personnel and information available with the Company.

q) LEASES

The Company's significant leasing arrangements are in respect of operating leases for office premises & godown. The leasing arrangements ranging between 11 months and five years are generally cancelable, however are usually renewable by mutual consent on agreed terms. The aggregate lease rentals payable are charged as rent including lease rentals.

r) EARNING PER SHARE

The Company reports basic and diluted earnings per share (EPS) in accordance with the Accounting Standard 20 prescribed under The Companies Accounting Standards Rules, 2006. The Basic EPS has been computed by dividing the income available to equity shareholders by the weighted average number of equity shares outstanding during the accounting year. The Diluted EPS has been computed using the weighted average number of equity shares and dilutive potential equity shares outstanding at the end of the year.

s) TAXES ON INCOME

i) Deferred Taxation

In accordance with the Accounting Standard 22 – Accounting for Taxes on Income, prescribed under The Companies Accounting Standards Rules, 2006, the deferred tax for timing differences between the book and tax profits for the year is accounted for by using the tax rates and laws that have been enacted or substantively enacted as of the Balance Sheet Date.

Deferred tax assets arising from timing differences are recognised to the extent there is virtual certainty that the assets can be realised in future.

Net outstanding balance in Deferred Tax account is recognized as deferred tax liability/asset. The deferred tax account is used solely for reversing timing difference as and when crystallized.

ii) Current Taxation

Provision for taxation has been made in accordance with the income tax laws prevailing for the relevant assessment years.

t) PROVISION, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

Provisions involving substantial degree of estimation in measurements are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognised but are disclosed in notes. Contingent assets are neither recognised nor disclosed in the financial statements.

u) ACCOUNTING OF CLAIMS

i) Claims received are accounted at the time of lodgment depending on the certainty of receipt and claims payable are accounted at the time of acceptance.

ii) Claims raised by Government authorities regarding taxes and duties, which are disputed by the Company, are accounted based on legality of each claim. Adjustments, if any, are made in the year in which disputes are finally settled.

v) EXPORT INCENTIVES

Export benefits under various scheme announced by the Central Government under Exim policies are accounted for in the year of receipt.

w) Though other Accounting Standards also apply to the Company by virtue of the Companies Accounting Standards Rules, 2006, no disclosure for the same is being made as the Company has not done any transaction to which the said accounting standards apply.

NOTE 3: SHARE CAPITAL

PARTICULARS	AS AT 31-03-2018		AS AT 31-03-2017	
	Number of Shares	INR	Number of Shares	INR
AUTHORISED SHARES				
Equity Shares of Re. 10/- each	11,000,000	110,000,000	11,000,000	110,000,000
	11,000,000	110,000,000	11,000,000	110,000,000

ISSUED, SUBSCRIBED & FULLY PAID-UP SHARES					
	Equity Share of Rs. 10/- each Fully paid	10,076,100	100,761,000	8,708,100	87,081,000
a)	Reconciliation of the shares outstanding at the beginning and at the end of the reporting period				
	At the beginning of the Year	8,708,100	87,081,000	2,902,700	29,027,000
	Add : Issued during the Year	1,368,000	13,680,000	5,805,400	58,054,000
	At the end of the Year	10,076,100	100,761,000	8,708,100	87,081,000
		10,076,100	100,761,000	8,708,100	87,081,000

b) Terms/ Rights attached to Equity Shares

The Company has only one class of Equity Shares having a par value of Rs 10/- per share and each holder of the Equity Shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting, except in case of Interim dividend.

In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of shares held by the shareholders. "

c) Shares held by holding/ ultimate holding company and/ or their subsidiaries/ associates – NIL

d) Bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date.

PARTICULARS	AS AT 31-03-2018		AS AT 31-03-2017	
Equity Shares Allotted as fully paid Bonus Shares		-		5,805,400

e) Details of shareholders holding more than 5% shares in the company					
	Name of Shareholder	AS AT 31-03-2018		AS AT 31-03-2017	
		Number of shares	% holding	Number of shares	% holding
	Nilay Vora	1,204,000	11.95	1,806,000	20.74
	Bhavik S Parikh	2,358,860	23.41	3,076,860	35.33
	Bhavin S Parikh	1,741,620	17.28	1,741,620	20.00
	Shraddha B Parikh	870,810	8.64	870,810	10.00
	Purvi B Parikh	870,810	8.64	870,810	10.00

NOTE 4: RESERVES & SURPLUS

PARTICULARS		AS AT 31-03-2018		AS AT 31-03-2017	
1	SECURITIES PREMIUM RESERVE				
	As per last balance sheet	34,581,000		92,635,000	
	Add : Premium on shares Issued during the Year	56,944,710		-	
	Less: Share issue expense	5,273,126		-	
	Less: Issue of Bonus Shares	-		58,054,000	
			86,252,584		34,581,000
2	SURPLUS IN STATEMENT OF PROFIT AND LOSS				
	As per last balance sheet	128,939,717		95,059,666	
	Add : Profit for the Year	33,034,967		33,880,052	
			161,974,685		128,939,717
			248,227,269		163,520,717

NOTE 5: LONG TERM BORROWINGS

PARTICULARS		AS AT 31-03-2018	AS AT 31-03-2017
(1)	Term Loans		
	(a) Secured		
	(i) From Bank TLS	41,292,016	69,313,287
(2)	Vehicle Loan		
	(a) Secured		
	(i) From bank VLS	4,481,384	6,412,281
		45,773,400	75,725,567

a) Vehicle Loan is of Rs 78,41,000/- repayable in 60 equal monthly installments of Rs. 1,60,908/- each including interest, from 5th March, 2017. The loan is secured by hypothecation of vehicle of the company.

b) The term loan is to be repaid by 48 equal monthly installments of each Rs 6,44,699, Rs. 4,40,302, Rs. 6,03,432 & Rs. 2,08,333 respectively. The monthly interest charged in account, during the moratorium and repayment period, will be serviced separately. The loan is secured by hypothecation of all movable and

immovable assets located at the SEZ Unit of the company. The loan carries an interest rate of Base Rate + 1.50%.

c) The loan from bank is further secured by collateral securities given in the form of Equitable mortgage of Residential Flat held by Mrs. Shardhaben B. Parikh & the additional Equitable Mortgage of Immovable Property held by The Company named "Aditya Green City Private Limited.

NOTE 6: DEFERRED TAX

(a)

PARTICULARS	AS AT 31-03-2018		AS AT 31-03-2017	
Deferred Tax Liability				
- Depreciation		8,020,653		3,815,026
Gross Deferred Tax Liability		8,020,653		3,815,026
Deferred Tax Asset				
- Gratuity		1,156,511		818,602
- Bonus		411,131		301,925
Gross Deferred Tax Asset		1,567,642		1,120,527
Net Deferred Tax Liability		6,453,011		2,694,499

b) In accordance with "Accounting Standard 22", the Deferred Tax liability of Rs. 37,58,512 /- (Previous year deferred tax liability Rs. 6,83,975 /-) for the year has been recognised in the Statement of Profit & Loss.

Note 7: LONG TERM PROVISIONS

PARTICULARS	AS AT 31-03-2018	AS AT 31-03-2017
(a) Provision for Gratuity - LT	3,569,725	2,496,920
	3,569,725	2,496,920

Note 8: SHORT TERM BORROWINGS

PARTICULARS		AS AT 31-03-2018		AS AT 31-03-2017	
(1)	Loan repayable on demand				
	(a) Secured				
	(i) from banks STS		523,873,011		437,433,712
(2)	Loans and advances from related parties				
	(a) Unsecured (Ref. Note 29) RPT		3,284,802		4,985,802
			527,157,813		442,419,514

a) Secured Loan from bank includes cash credit and packing credit. It is secured against all trade receivables and stock. Cash credit and packing credit are repayable on demand and carry interest @ Base Rate + 1.75% and Base Rate + 0.25% respectively.

b) For details of Security Given Refer Note-5

c) Unsecured loan from shareholders and their relatives are interest free and are repayable on demand.

NOTE 9: TRADE PAYABLES

PARTICULARS	AS AT 31-03-2018	AS AT 31-03-2017
(a) Acceptances	-	-
(b) Others TP	263,360,252	242,570,878
	263,360,252	242,570,878

a) The Company has circulated letters to all its suppliers requesting them to confirm whether they are covered under the Micro, Small and Medium Enterprises Act, 2006 ('MSMED'). However from the majority of the suppliers these confirmations are still awaited. Hence disclosure relating to amount unpaid as at the yearend together with interest paid/payable as required under the said act has not been made.

Note 10 OTHER CURRENT LIABILITIES

PARTICULARS	AS AT 31-03-2018	AS AT 31-03-2017
(a) Advances from Debtors	18,648,905	12,066,009
(b) Statutory Liabilities (TDS, PF, VAT, PT etc)	1,113,610	1,085,455
(c) Current maturities of long term borrowings (Note 5)	24,692,088	14,343,429
(d) Agent Commission Payable	71,111,166	50,871,863
(e) Other payables		
- Capital Creditors	-	1,326,619
- Security Deposit	112,265	
	115,678,035	79,693,375

NOTE 11 SHORT TERM PROVISIONS

PARTICULARS	AS AT 31-03-2018	AS AT 31-03-2017
(a) Provision for Bonus	1,330,522	977,103
(b) Provision for Tax	5,097,519	14,858,000
(c) Provision for Gratuity -ST	173,028	152,279
	6,601,069	15,987,382

NOTE 12: FIXED ASSETS

SR NO.	PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK
		As At	Additions	Deductions	As At	Upto	Provided	Deductions	As At	As At
		01-04-2017	during the year	during the year	31-03-2018	31-03-2017	for the year	during the year	31-03-2018	31-03-2018
	Tangible Assets									
1	Land	46,023,418	-	-	46,023,418	-	-	-	-	46,023,418
		46,023,418	-	-	46,023,418	-	-	-	-	46,023,418
2	Building	55,712,308	14,310,214	-	70,022,522	3,383,442	2,219,549	-	5,602,992	64,419,531
		55,712,308	-	-	55,712,308	809,609	2,573,834	-	3,383,443	52,328,865
3	Office Equipments	2,739,932	704,780	-	3,444,712	1,069,988	596,809	-	1,666,796	1,777,916
		2,469,362	270,570	-	2,739,932	561,689	508,298	-	1,069,987	1,669,945
4	Furniture & Fixtures	4,505,974	901,158	-	5,407,132	769,269	506,494	-	1,275,763	4,131,369
		3,961,386	544,588	-	4,505,974	353,441	415,828	-	769,269	3,736,705
5	Computer Equipments	2,155,951	273,852	-	2,429,803	1,019,466	593,892	-	1,613,358	816,445
		1,458,489	697,462	-	2,155,951	513,680	505,786	-	1,019,466	1,136,485
6	Vehicles	13,116,401	-	-	13,116,401	2,731,430	1,403,394	-	4,134,823	8,981,578
		4,443,099	8,673,302	-	13,116,401	1,919,789	811,640	-	2,731,430	10,384,971
7	Plant & Machinery	56,461,327	42,574,365	7,088,434	91,947,258	5,397,049	4,718,275	-	10,115,324	81,831,934
		35,198,787	21,262,540	-	56,461,327	2,398,324	2,998,725	-	5,397,049	51,064,278
	Total	180,715,311	58,764,369	7,088,434	232,391,246	14,370,644	10,038,412	-	24,409,056	207,982,190
	Previous Year	149,266,849	31,448,462	-	180,715,311	6,556,532	7,814,111	-	14,370,644	166,344,667

SR NO.	PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK
		As At	Additions	Deductions	As At	Upto	Provided	Deductions	As At	As At
		01-04-2017	during the year	during the year	31-03-2018	31-03-2017	for the year	during the year	31-03-2018	31-03-2018
	Intangible									

	Assets									
1	Software	1,307,245	-	-	1,307,245	279,314	438,890	-	718,204	589,041
		110,000	1,197,245	-	1,307,245	-	279,314	-	279,314	1,027,931
	Total	1,307,245	-	-	1,307,245	281,509	438,890	-	720,399	586,846
	Previous Year	110,000	1,197,245	-	1,307,245	2,195	279,314	-	281,509	1,025,736

NOTE 12.1: CAPITAL WORK IN PROGRESS

PARTICULARS	As at 31-03-2018	As at 31-03-2017
Capital Work in Progress		
Building	8,640,280	8,640,280
Office Equipments	83,270	83,270
Furniture & Fixture	544,599	544,599
Plant & Machinery	34,903,889	34,903,889
Project Development Expenditure		
Wages Expense	5,566,996	5,566,996
Electric Expense	749,187	749,187
Interest Expense	1,604,394	1,604,394
Capitalised during the period	(52,092,615)	
	-	52,092,615

NOTE 13: LONG TERM LOANS AND ADVANCES (UNSECURED, CONSIDERED GOOD)

PARTICULARS	AS AT 31-03-2018	AS AT 31-03-2017
(1) Security Deposits It	1,091,271	1,850,571
(2) Balance with Government Authorities		
Advance Payment of Income Tax (Including TDS)	3,771,081	13,959,127
(3) Other Loans and Advances		
(i) Advance to suppliers	-	1,858
	4,862,352	15,811,556

NOTE 14: INVENTORIES

(VALUED AT LOWER OF COST AND NET REALIZABLE VALUE)

PARTICULARS		AS AT 31-03-2018	AS AT 31-03-2017
	(i) Raw Materials	118,527,052	132,084,375
	(ii) Finished goods	314,877,450	251,492,231
		433,404,502	383,576,606

All Inventories is given as security for short-term bank borrowings.

NOTE 15: TRADE RECEIVABLES

PARTICULARS		AS AT 31-03-2018	AS AT 31-03-2017
(1)	Receivables outstanding for a period less than six months from the date they are due for payment		
	Unsecured, considered good	402,064,863	390,512,856
(2)	Receivables outstanding for a period exceeding six months from the date they are due for payment		
	Unsecured, considered good	56,166,361	45,430,352
		458,231,224	435,943,208

a) All trade receivable are given as security for short-term bank borrowings.

NOTE 16: CASH AND BANK BALANCES

		AS AT 31-03-2018	AS AT 31-03-2017
Cash & Cash Equivalents			
(i) Balances with Local banks			
	- In Current Account	1,527,470	261,000
	- In EEFC Account	22,205,288	8,433,351
(ii) Cash on hand		1,417,686	1,777,124
Other Bank Balance			
	- In Fixed Deposit Account (Due after 3 months but within 12 Months)	-	250,000
	- In Fixed Deposit Account (Due after 12 Months)	-	-
		25,150,444	10,721,475

**NOTE 17: SHORT TERM LOANS AND ADVANCES
(UNSECURED, CONSIDERED GOOD)**

PARTICULARS		AS AT 31-03-2018		AS AT 31-03-2017	
(1)	Balance with Government Authorities				
	GST Receivable		36,972,762		-
	Vat Receivable		-		65,589
	Customs Duty		9,549		82
(2)	Prepaid Expenses		771,247		2,273,082
(3)	Loans and Advances to employees (Refer Note Below)		2,060,090		1,497,030
(4)	Other Loans and Advances				
	(i) Advance to suppliers		134,539,646		35,965,660
	(ii) Advance for Expenses		2,007,351		45,019
			176,360,645		39,846,462

**NOTE 18: OTHER CURRENT ASSETS
(Unsecured, considered good)**

PARTICULARS		AS AT 31-03-2018		AS AT 31-03-2017	
	Interest Accrued but not due		51		14,293
	Others - Service Tax Claim Receivable		274,226		308,267
	Subsidy Receivable		10,729,094		6,504,967
			11,003,371		6,827,527

NOTE 19: REVENUE FROM OPERATIONS

PARTICULARS		For the year ended 31st March 2018	For the year ended 31st March 2017
(a)	Sale of Products (Net)	2,362,312,852	1,835,887,607

	(b) Jobwork Income	117,545	35,822
	(c) Other Operating revenue		
	(i) Duty drawback	35,301,612	48,978,330
	(ii) Export incentive	28,972,600	17,700,709
	(iii) Service tax (Duty Drawback) income	537,522	1,645,958
		2,427,242,131	1,904,248,426

NOTE 20: OTHER INCOME

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
(a) Interest Income		
- Interest on FD	-	81,701
- Interest- Others	84,982	-
(b) Other non-operating income	96,693	-
(c) Foreign Exchange Profit /Loss	23,593,332	5,345,422
(d) Other Income	1,128	1,923,012
(e) Excess Provision written back	145,000	1,270,010
(f) Interest Subsidy	4,702,749	6,504,967
	28,623,883	15,125,112

NOTE 21: COST OF MATERIALS CONSUMED

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
Opening Stock of Raw material	132,084,375	100,852,891
Add : Purchases of raw material (including incidental expenses)	877,584,730	1,260,056,704
Add : Processing and Packing Charges	272,119,061	4,712,257
Less : Closing stock of raw material	118,527,052	132,084,375
	1,163,261,114	1,233,537,477

NOTE 22: PURCHASES OF STOCK-IN-TRADE

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
(i) Finished/Traded Goods	1,039,504,435	500,807,151
Add : Transferred from Raw Material	-	-
	1,039,504,435	500,807,151

NOTE 23: CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE

PARTICULARS		For the year ended 31st March 2018	For the year ended 31st March 2017
	Opening stock of finished / traded goods	251,492,231	162,498,567
	Less : Closing stock of finished / traded goods	314,877,450	251,492,231
		(63,385,219)	(88,993,664)

NOTE 24: EMPLOYEE BENEFIT EXPENSE

PARTICULARS		For the year ended 31st March 2018	For the year ended 31st March 2017
	(i) Salaries, wages and bonus expenses	76,361,753	46,381,184
	(ii) Staff welfare expenses	852,581	998,493
	(iii) Contribution to Gratuity and other funds	6,827,015	2,331,083
		84,041,349	49,710,760

NOTE 25: FINANCE COSTS

PARTICULARS		For the year ended 31st March 2018	For the year ended 31st March 2017
	(a) Interest expense		
	- Interest on Term Loan	9,037,838	5,893,507
	- Interest on Car Loan	607,479	94,827
	- Interest on Working Capital Loan	41,245,217	35,346,932
	- Interest on Statutory Defaults	786,812	41,361
	- Interest Others		
	(b) Bank charges and Other borrowing costs	5,145,838	4,484,285
		56,841,638	45,860,912

NOTE 26: OTHER EXPENSES

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
Transportation Charges	7,539,781	5,236,032
Power and Fuel	2,182,605	1,463,731
Rent	1,305,000	2,276,791
Repairs & Maintenance	2,108,507	1,739,938
Donation (other than Political)	271,100	794,100
Freight Expense	11,196,697	5,340,228
Insurance	5,984,255	7,201,675
Rates and Taxes (Excluding Taxes on Income)	2,015,113	2,636,845
Communication Charges	725,593	733,188
Printing & Stationary	465,786	352,600
Document & Stamping Charges	103,440	367,770
Postage and Courier Expenses	3,911,769	4,269,995
Labour Charges	1,275,203	766,630
Licence Fee and Registration Charges	86,450	563,605
Clearing & Forwarding Charges	8,202,868	7,463,087
Commission Expense	54,200,122	68,167,188
Business Promotion Expense	770,938	135,660
Professional Fees	5,411,244	4,669,743
Filing Fees	11,200	-
Public Issue Expense	1,006,039	-
Travelling & Conyenance Expenses	2,569,882	3,574,515
Security Expense	1,450,928	1,087,146
Payment to Auditors		
(i) Audit Fees	80,000	45,000
(ii) Taxation matters	38,800	3,800
(iii) Other services (Including Certification)	227,000	14,500
	345,800	63,300
Office Expenses	486,716	538,565
Membership & Subscription	147,435	174,558
Miscellaneous Expenses	638,969	1,213,492
Prior Period Expenses (Refer Note 31)	60,500	-
	114,473,939	120,830,381

NOTE 27: TAX EXPENSE

PARTICULARS		For the year ended 31st March 2018		For the year ended 31st March 2017	
(1)	Current Tax				
	Current Income Tax	14,100,000		14,858,000	
	Adjustment of earlier years	(242,022)	13,857,978	105,069	14,963,069
(2)	Deferred Tax		3,758,512		683,975
			17,616,490		15,647,044

a) Provision for taxation for the year has been made after considering allowance, claims and relief available to the Company as considered and perceived by the management.

b) Some taxes related assessments are pending against the Company. Potential liabilities, if any, have been adequately provided for, and the management does not estimate any incremental liability in respect of the legal proceedings.

NOTE 28: EARNINGS PER SHARE (EPS)

(a) The following reflects the profit and share data used in the basic and diluted EPS computations:

PARTICULARS		For the year ended 31st March 2018		For the year ended 31st March 2017	
	Profit/(loss) for calculation of basic and diluted EPS		33,034,967		33,880,052
	Weighted average number of equity shares in calculating basic EPS (*)		9,734,100		8,708,100
	Face value of equity shares		10		10
	Basic Earnings per share (In Rupees)		3.39		3.89
	Diluted Earnings per share (In Rupees)		3.39		3.89
(*) After giving effect for the Bonus Shares issued during the year ended 31st March 2017					

b) The Company does not have any outstanding dilutive potential equity shares. Consequently the basic and diluted earnings per share of the Company remain the same.

NOTE 29: RELATED PARTY DISCLOSURES

a) Related Parties with whom transactions have taken place during the year:

Associate Entities	Jagdish M Vora HUF
	Padamshree Globe Tradelink Pvt Ltd
	Mr. Bhavik Parikh
Key Management Personnel	Mr. Nilay Vora
	Mr. Bhavin Parikh
	Mr. Yash Shah
Relatives of Key Management Personnel with whom transactions done during the year	Guniben Vora
	Purvi B Parikh
	Shraddha B Parikh
Enterprises Owned or controlled by Key Management personnel and/or their Relatives (With whom transactions have taken place)	Jagdish M Vora HUF
	Kunthunath Impex LLP.
	Padamshree Globe Textiles Pvt. Ltd
	Globe Texfeb LLP
	Ajitnath Arcade Pvt. Ltd.
	Parikh Hathisingh Ujamchand Sarvajani Sakhawati Trust

Sr No	Particulars	(In Rupees)	
		For the year ended 31st March 2018	For the year ended 31st March 2017
	Key Management Personnel		
1	Mr. Nilay Vora		
	Salary, Bonus	772,417	725,172
	Reimbursement of expenses	28,757	89,898
	Shares Allotted towards bonus shares	-	12,040,000
	Funds given	-	-
	Funds received	-	73,805
	Balance Outstanding	61,559 Cr	9,28,036 Dr

2	Mr. Bhavik Parikh		
	Salary, Bonus	3,397,680	2,342,582
	Reimbursement of expenses	101,000	-
	Shares Allotted towards bonus shares	-	8,901,600
	Funds given	6,900,000	3,725,000
	Funds received	8,500,000	8,510,802
	Balance Outstanding	35,67,942 Cr	51,83,808 Cr
3	Mr. Bhavin Parikh		
	Salary, Bonus	2,607,660	666,915
	Reimbursement of expenses	-	364,390
	Shares Allotted towards bonus shares	-	11,610,800
	Balance Outstanding	2,17,305 Cr	1,91,492 Cr
4	Mr. Yash Shah		
	Salary, Bonus	188035	11632
	Reimbursement of expenses	5495	236
	Shares Allotted towards bonus shares	-	-
	Balance Outstanding	16,253 Cr	11,632 Cr
	Relatives of Key Management Personnel with whom transactions done during the year		
1	Ms. Guniben Vora		
	Funds Given	-	-
	Balance Outstanding	-	-
2	Ms. Shraddha B Parikh		
	Shares Allotted towards bonus shares	-	5,805,400
	Balance Outstanding	-	-
3	Ms. Purvi B Parikh		
	Shares Allotted towards bonus shares	-	5,805,400
	Balance Outstanding	-	-
	Associate Entities		
1	Jagdish Vora HUF		
	Funds Given	-	-
	Balance Outstanding	-	-
2	Padamshree Globe Tradelink Pvt Ltd		

	Funds Given	-	-
	Funds Received	-	-
	Balance Outstanding	-	-
3	Globe Texfeb LLP		
	Purchase		34,812,712
	Funds given	15,600	
	Funds received	15,600	
	Balance Outstanding	-	-
4	Parikh Hathisingh Ujamchand Sarvajanic Sakhawati Trust		
	Donation Given	210,000	900,000
	Balance Outstanding	-	-
5	Kunthunath Impex LLP.		
	Sales	39,617,998	48,902,138
	Purchase	237,358,014	486,235
	Reimbursement of Expense	16,577	-
	Salary Payable	88,752	-
	Balance Outstanding	4,59,47,639 Dr	4,84,15,903 Dr

NOTE 30: GRATUITY

a) Net employee benefit expense recognized in the employee cost

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Service cost	1,074,179	342,629
Interest cost	183,974	93,469
Actuarial losses/(gains) recognised in the period	(308,298)	1,008,197
Past service cost vested	196,199	-
Net benefit expense	949,855	1,444,295

b)

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Balance Sheet		
Benefit Asset/Liability		
Present value of defined benefit obligations	3,742,753	2,649,199
Fair value of plan assets	-	-

Net Liability/ (Asset)	3,742,753	2,649,199
Current Liability	173,028	152,279
Non-Current Liability	3,569,725	2,649,199

c) Changes in the present value of the defined benefit obligation representing reconciliation of opening and closing balances thereof are as follows:

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Opening defined benefit obligation	2,649,199	1,204,904
Current service cost	1,074,179	342,629
Interest cost	183,974	93,469
Past service cost	196,199	-
Actuarial losses/(gains)	(308,298)	1,008,197
Benefits Paid	(52,500)	-
Closing defined benefit obligation	3,742,753	2,649,199

d) Changes in the fair value of the defined benefit obligation representing reconciliation of opening and closing balances thereof are as follows:

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Opening fair value of plan assets	-	-
Expected return	-	-
Actuarial losses/(gains)	-	-
Benefits paid	-	-
Contribution by employer	-	-
Closing fair value of plan assets	-	-

- e) The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Mortality	Indian Assured Lives Mortality (2006-08) Ult.	Indian Assured Lives Mortality (2006-08) Ult.
Rate of Interest	7.60%	7.15%
Salary Growth*	8.00%	8.00%
Expected Rate of Return	NA	NA
Withdrawal Rates	15% at younger ages reducing to 3% at older ages	15% at younger ages reducing to 3% at older ages
Retirement Age	58 years	58 years

*The estimated future salary increases take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

NOTE 31: PRIOR PERIOD EXPENSE

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
Other Prior period expense	60,500	-
	60,500	-

NOTE 32: OTHER DISCLOSURES

a) Sundry Creditors, Receivables and Loans and Advances include certain items for which confirmations are yet to be received. Provision for doubtful debts, if any, in respect of above and the consequential adjustments, arising out of reconciliation will be made at the appropriate time.

b) In the opinion of the Management and to the best of their knowledge and belief the value under the head of Current and Non Current Assets (other than fixed assets and non current investments) are approximately of the value stated, if realised in ordinary course of business, except unless stated otherwise. The provision for all the known liabilities is adequate and not in excess of amount considered reasonably necessary.

c) Contingent liabilities not provided for:

	AS AT 31-03-2018	AS AT 31-03-2017
Disputed TDS Demand	32,640	160,290
Disputed Income Tax Demand on completion of Assessment where assessee has preferred an appeal against the said orders , Interest and Penalty unascertainable at this stage	47,248,299	45,807,240

NOTE 33: OTHER STATUTORY INFORMATION

33.1 Details of Goods

Detail of goods sold

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
Finished/Traded Goods Sold		
Textile Products	2,427,242,131	1,904,248,426
	2,427,242,131	1,904,248,426

Detail of raw material consumed

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
Textile Products	1,163,261,114	1,233,537,477
	1,163,261,114	1,233,537,477

Detail of purchase of finished/traded goods

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
Textile Products	1,039,504,435	500,807,151
	1,039,504,435	500,807,151

Details of Inventory

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
Raw Materials		
Textile Products	118,527,052	132,084,375
	118,527,052	132,084,375
Finished/Traded Goods		
Textile Products	314,877,450	251,492,231
	314,877,450	251,492,231

33.2 Value of imports calculated on CIF basis

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
Purchase of Goods	4,981,077	5,765,785
Purchase of Capital Goods	2,031,560	39,761,788

33.3 Expenditure in Foreign Currency (Accrual Basis)

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
Foreign Bank Charges	1,464,244	1,791,763
Agent Commission	54,200,122	68,167,188
	55,664,366	69,958,951

33.4 Earnings in Foreign Currency (Accrual Basis)

PARTICULARS	For the year ended 31st March 2018	For the year ended 31st March 2017
Export of goods on F.O.B basis	1,090,023,330	934,386,902
	1,090,023,330	934,386,902

NOTE 34: SEGMENT REPORTING:

i) Primary Segment

In accordance with Accounting Standard 17 "Segment Reporting" as prescribed under Companies (Accounting Standards) Rules, 2006 (as amended), the company has determined its business segment as Textile Trading and



Manufacturing. Since, there are no other business segments in which the company operates, there are no other primary reportable segments. Therefore, the segment revenue, results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as reflected in the financial statements.

ii) Secondary Segment

Secondary segment reporting is based on the geographical location of customers. Company has its operations in India and outside India.

Particulars	For the year ended 31st March 2018	For the year ended 31st March 2017
Domestic Sales	1,372,665,809	934,296,675
Export Sales	989,647,043	901,590,932
Total	2,362,312,852	1,835,887,607

NOTE 35: PREVIOUS YEAR FIGURES

Previous year's figures have been regrouped wherever necessary to confirm to this year's classification.

Previous year's figures have been regrouped wherever necessary to confirm to this year's classification.

As per our attached report of even date

For DHARMESH PARIKH & CO.

Chartered Accountants

Firm Reg. No. - 112054W

For and on behalf of the Board

**ANUJ JAIN
(PARTNER)
Membership No. 119140**

**Bhavik Parikh Purvi Bhavin Parikh
Managing Director Director
DIN : 00038223 DIN : 07732523**

**Yash Shah Bhavin Parikh
Company Secretary CFO
M. No : 49578**

**Place : Ahmedabad
Date : 26/05/2018**

**Place Ahmedabad
Date: 26/05/2018**



GLOBE TEXTILES (INDIA) LIMITED

CIN : L65910GJ1995PLC027673

Regd. Office : Plot No. 38 To 41, Ahmedabad Apparel Park, GIDC Khokhra, Ahmedabad - 380008 Gujarat.

Contact No: 079-22931881 To 1885 email:- cs@globetextiles.net web:- www.globetextiles.net

Form-MGT-11 PROXY FORM

[Pursuant to Section 105(6) of the Companies Act, 2013 and

Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

23rd Annual General Meeting – Thursday, 30th August, 2018 at 11.30 A.M

CIN : L65910GJ1995PLC027673
Name of the company : GLOBE TEXTILES (INDIA) LIMITED
Registered office : Plot No. 38 to 41, Ahmedabad Apparel Park, GIDC Khokhra, Ahmedabad - 380008 Gujarat

Name of the Member(s)

Registered Address:

Email:

DP ID:

Folio No. / Client ID No. : _____

I/We, being the member(s) of _____ shares of the above named Company, hereby appoint:

Name : _____ Address : _____

E-mail Id : _____

Signature: _____ Or falling him/her

Name : _____ Address : _____

E-mail Id : _____

Signature: _____ Or falling him/her

Name : _____ Address : _____

E-mail Id : _____

Signature: _____ Or falling him/her

(P.T.O)

TEAR HERE

GLOBE TEXTILES (INDIA) LIMITED

CIN : L65910GJ1995PLC027673

Regd. Office : Plot No. 38 To 41, Ahmedabad Apparel Park, GIDC Khokhra, Ahmedabad - 380008 Gujarat.

Contact No: 079-22931881 To 1885 email:- cs@globetextiles.net web:- www.globetextiles.net

ATTENDANCE SLIP

Full name of the Member attending: _____

Name of Proxy : _____

I hereby record my presence at the Annual General Meeting being held on Thursday 30th day of August, 2018 at 11.30 AM at the registered office of the Company situated at Plot No. 38 to 41, Ahmedabad Apparel Park, GIDC Khokhra, Ahmedabad - 380008 Gujarat.

Regd. Folio No. _____

DP Id* _____

Client Id* _____

No. of Share held _____

Member's/Proxy's Signature

(To be signed at the time of handling over the slip)

* Applicable for members holding shares in dematerialised form.

Note : Persons attending the Annual General Meeting are requested to bring their copies of Annual Report.



As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 23rd Annual general meeting of the company, to be held on the Thursday, 30th August, 2018 at 11.30 a.m. at the registered office of the Company situated at Plot No. 38 to 41, Ahmedabad Apparel Park, GIDC Khokhra, Ahmedabad - 380008 Gujarat and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No. Particulars

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March, 2018 Statement of Profits & Loss and together with Cash Flow Statement and Notes forming part thereto ("Financial Statement") for the year ended on 31st March, 2018 and Report of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mrs. Purvi B. Parikh (DIN: 07732523) who retires by rotation and being eligible, offers himself for re-appointment.
3. Approval of Related Party Transactions.

Signed this ____ day of _____ 2018

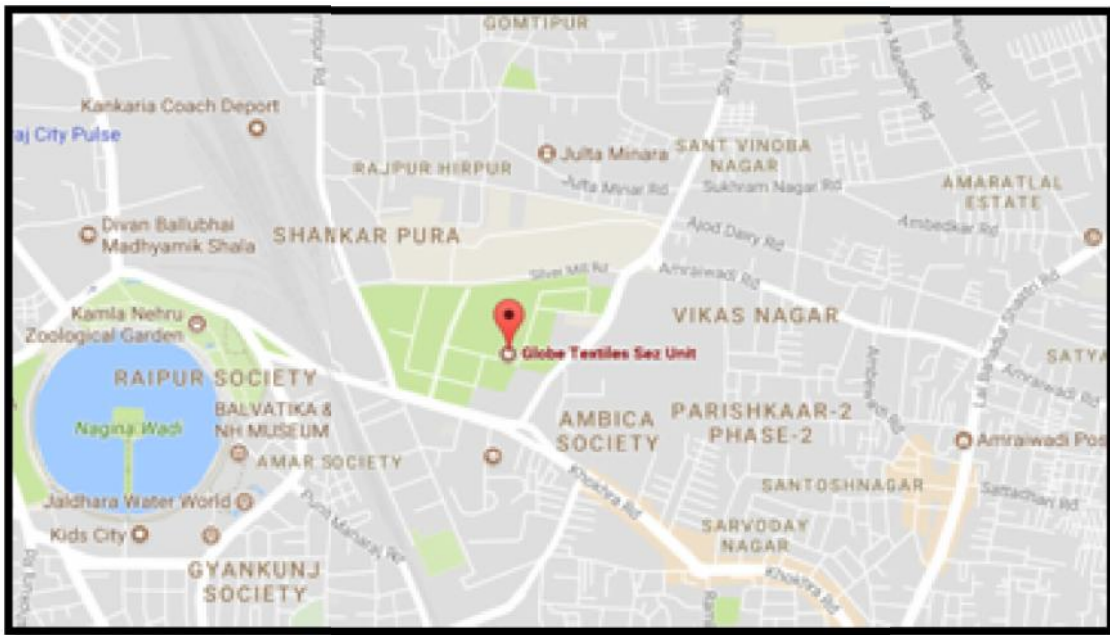
Signature of Member _____

Signature of Proxy holder(s) _____



Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

ROUTE MAP FOR AGM



GLOBE TEXTILES (INDIA) LIMITED
Plot No. 38 to 41, Ahmedabad Apparel Park, GIDC Khokhra, Ahmedabad - 380008 Gujarat.