



**Globe Textiles**  
**( India ) Ltd.**  
Superior Quality

**Globe Textiles (India) Limited**

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**Annual Report 2016-17**

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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.

### Three pillars of the company



#### Mr. 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. The changing season of styles and the texture of fabrics left a longing in his heart for more. 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, 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 savor.

### **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:**

<b>Name</b>	<b>Designation</b>	<b>Appointment Date</b>	<b>DIN/PAN</b>
Mr. Bhvaik 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	Additional - Independent Director	26/05/2017	00243783
Mr. Mohnish H. Bhalla	Additional - 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. Mohnish 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. Mohnish Harbanshlal Bhalla

### **Stakeholders Relationship Committee**

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

## Statutory Auditors

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

## Registered Office

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

Website: [www.globetextiles.net](http://www.globetextiles.net)  
E-mail Id: [info@globetextiles.net](mailto:info@globetextiles.net)  
[cs@globetextiles.net](mailto:cs@globetextiles.net)

## Bankers

Karur Vysya Bank

## 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](http://www.bigshareonline.com)  
E-Mail: [bssahd@bigshareonline.com](mailto:bssahd@bigshareonline.com)

## LETTER TO SHAREHOLDERS



**Dear Shareholders,**

I Bhavik S. Parikh (Managing Director), heartily welcome you all, having joined Globe Textiles (India) Limited family with your participation in our maiden public offer. It is my desire and wish that this association of ours, will strengthen our hands in to reach glorious heights.

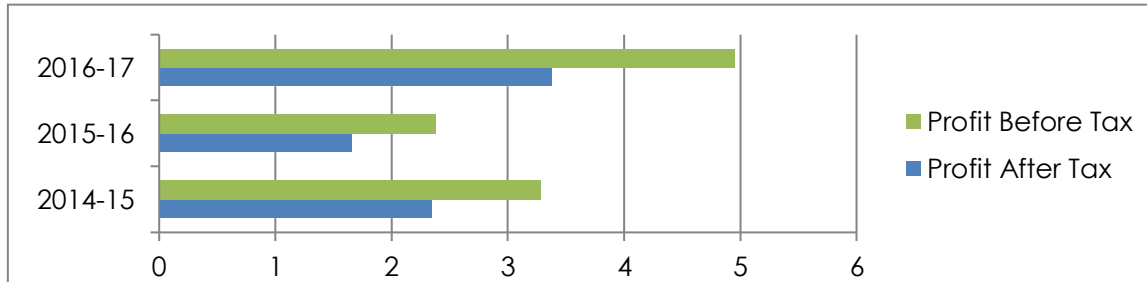
We are fortunate and humbled by the response received for the Initial Public Offering (IPO) of the shares of Globe Textiles (India) Limited which was listed in the financial year 2017-18 on 23<sup>rd</sup> June, 2017 on NSE SME Platform.

The support given to the IPO road shows was very heartwarming and I would like to thank all our investors for showing confidence and trust in Management Capabilities of the “**GLOBE**” team, our philosophy of fairness and transparency and in our commitment to social initiatives to promote economic and social well-being of the society around us.

## FINANCIAL HIGHLIGHTS

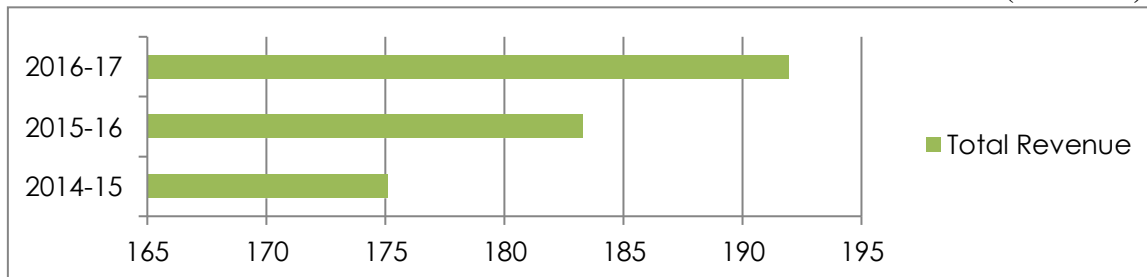
### Profit before Tax and Profit after Tax:

(Rs. in Cr.)



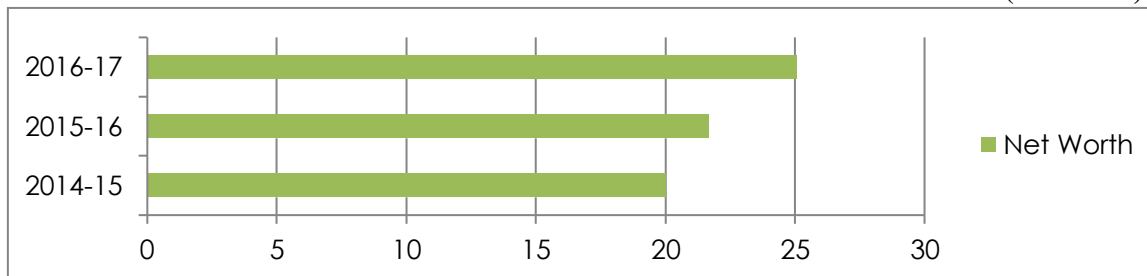
### Total Revenues

(Rs. in Cr.)



### Networth

(Rs. in Cr.)





**GLOBE TEXTILES (INDIA) LIMITED**  
**(CIN: U65910GJ1995PLC027673)**

**NOTICE**

**22<sup>nd</sup> Annual General Meeting**

NOTICE is hereby given that the **22<sup>nd</sup> ANNUAL GENERAL MEETING** of the Members of **GLOBE TEXTILES (INDIA) LIMITED** will be held on **Saturday, 30<sup>th</sup> September, 2017 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 **31<sup>st</sup> March, 2017** Statement of Profits & Loss and together with Cash Flow Statement and Notes forming part thereto (“Financial Statement”) for the year ended on 31st March, 2017 and Report of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of **Shri Nilay J. Vora (DIN: 02158990)** who retires by rotation and being eligible, offers himself for re-appointment.
3. To ratify the appointment of Statutory Auditors of the Company and fix their remuneration.

**SPECIAL BUSINESS:**

4. **To appoint Mr. Mohnish Harbans Bhalla (DIN: 00221254) as an Independent Director of the Company:**

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

“**RESOLVED THAT** pursuant to the provisions of Sections 149, 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 read with Rules made there under, read with Schedule IV to the said Act, Mr. Mohnish Harbans Bhalla (DIN: 00221254) who was appointed as the Additional Director pursuant to provisions of section 161(1) of the Companies Act, 2013 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of the Director, be and is hereby appointed as an Independent Director of the Company to hold office for five (5) consecutive years and whose office shall not be liable to determination by retirement of directors by rotation.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and are hereby authorised to sign the form DIR-12 and make arrangement to file the same with Registrar of Companies and intimate to Stock Exchange(s) and to take such other steps as may be necessary in this regard.”

5. **To appoint Mr. Bharatbhai Samjibhai Patel (DIN: 00243783) as an Independent Director of the Company:**

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

“**RESOLVED THAT** pursuant to the provisions of Sections 149, 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 read with Rules made there under, read with

Schedule IV to the said Act, Mr. Bharatbhai Samjibhai Patel (DIN: 00243783) who was appointed as the Additional Director pursuant to provisions of section 161(1) of the Companies Act, 2013 and who holds office upto the date of this Annual General Meeting and in respect of whom the Company has received a notice in writing under section 160 of the Companies Act, 2013 from a member proposing his candidature for the office of the Director, be and is hereby appointed as an Independent Director of the Company to hold office for five (5) consecutive years and whose office shall not be liable to determination by retirement of directors by rotation.

**RESOLVED FURTHER THAT** the Board of Directors of the Company be and are hereby authorised to sign the form DIR-12 and make arrangement to file the same with Registrar of Companies and intimate to Stock Exchange(s) and to take such other steps as may be necessary in this regard.”

#### 6. 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), Listing Agreement and 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 2017-18:

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		10
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 (Formerly Parikh Impex Private Limited)	10	
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 (Formerly Parikh Impex Private Limited)		10

**“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, authorised 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: 07/09/2017**

**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 **Friday 22<sup>nd</sup> September, 2017 to Saturday 30<sup>th</sup> September, 2017** (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. The Annual Report 2016-17 of the Company circulated to the Members of the Company, will be made available on the Company's website at [www.globetextiles.net](http://www.globetextiles.net) and also on the website of the respective Stock Exchanges at [www.nseindia.com](http://www.nseindia.com).
12. 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.

Brief resume of the Directors seeking appointment/re-appointment at the 22nd Annual General Meeting (Pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

<b>NAME OF DIRECTORS</b>	<b>Mr. Nilay J. Vora</b>	<b>Mr. Mohnish Harbans Bhalla</b>	<b>Bharatbhai Samjibhai Patel</b>
<b>DIN</b>	02158990	00221254	00243783
<b>Age /Date of Birth</b>	30 Years 30/11/1986	51 Years 29/10/1965	57 Years 05/12/1959
<b>Date of Appointment/ Change in Designation</b>	31/03/2008	26/05/2017	26/05/2017
<b>Qualification and experience in specific functional area</b>	Bachelor of Commerce from Gujarat University having experience of more than 9 years in the field of Textiles Industry	Master in Analytical Chemistry (Gujarat University) having experience of more than 30 years in the field of taxation.	Engineer in Electronics and Communication from Gujarat University having experience of more than 30 years in the field of Information Technology.
<b>Directorship held in other companies as on 31/03/2017*</b>	NIL	NIL	NIL
<b>Membership / Chairmanships of Committee in other Public Companies</b>	NIL	NIL	NIL
<b>Number of shares held in the company as on 31/03/2017</b>	1,806,000	NIL	NIL
<b>Relationship with any Director(s) of the Company</b>	--	--	---

\* 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. 4, 5 & 6 of the accompanying notice dated 07<sup>th</sup> September, 2017 should be taken as forming part of Notice.

#### **ITEM NO.4:**

**Mr. Mohnish Harbans Bhalla (DIN: 00221254)** was appointed as an Additional Directors by the Board of Directors of the Company in their Meeting held on May 26, 2017 in terms of Section 161 of the Companies Act, 2013.

Pursuant to the provisions of Section 149, 152, 161 of the Companies Act, 2013 read with the Articles of Association of the Company, the term of office of the said Additional Directors expires at the ensuing Annual General Meeting of the Company. The Company has received notices in writing under the provisions of Section 160 of the Companies Act, 2013, along with a deposit of Rs. 1,00,000/- each for the office of Director, to be appointed as such under the provisions of Section 160 and other applicable provision of the Companies Act, 2013.

Upon implementation of the Companies Act, 2013, the Board, at its meeting held on May 26, 2017, has formed an opinion that he is the person of integrity and posses relevant expertise and experience for being appointed as Independent Directors of the Company. In the opinion of the Board, He fulfills the conditions specified in the Act and the Rules made there under and that he is independent of the Management.

He has also, at the said meeting, given declaration under Section 149(7) of the Companies Act, 2013 stating that he can act as an Independent Director within the meaning of Section 149(6) of the Act. In view of the above position, approval of Members is sought, through Ordinary Resolutions, to formally appoint Mr. Mohnish Harbans Bhalla (DIN: 00221254) as an Independent Director as per Section 149(1) of the Act for a period of five consecutive years from the date of ensuing Annual General Meeting. Brief particulars of Mr. Mohnish Harbans Bhalla (DIN: 00221254) forms part of this notice. Mr. Mohnish Harbans Bhalla (DIN: 00221254) is not disqualified from being appointed as a Director in terms of Section 164 of the of the Companies Act, 2013.

The Company and the Independent Director shall abide by the provisions specified in Schedule IV of the Act, and shall be governed and guided by the guidelines of professional conduct, role and functions, duties, manner of appointment, re-appointment, resignation or removal, separate meetings and evaluation mechanism as provided therein.

The terms and conditions of the appointment shall be open for inspection at the registered office of the Company by any member.

No director, key managerial personnel or their relatives, except Mr. Mohnish Harbans Bhalla (DIN: 00221254) to whom the resolution relates, are interested or concerned in the resolution.

The Board recommends the resolution set forth in Item no. 4 for the approval of the members.

**ITEM NO.5:**

Mr. Bharatbhai Samjibhai Patel (DIN: 00243783) was appointed as an Additional Directors by the Board of Directors of the Company in their Meeting held on May 26, 2017 in terms of Section 161 of the Companies Act, 2013.

Pursuant to the provisions of Section 149, 152, 161 of the Companies Act, 2013 read with the Articles of Association of the Company, the term of office of the said Additional Directors expires at the ensuing Annual General Meeting of the Company. The Company has received notices in writing under the provisions of Section 160 of the Companies Act, 2013, along with a deposit of Rs. 1,00,000/- each for the office of Director, to be appointed as such under the provisions of Section 160 and other applicable provision of the Companies Act, 2013.

Upon implementation of the Companies Act, 2013, the Board, at its meeting held on May 26, 2017, has formed an opinion that he is the person of integrity and posses relevant expertise and experience for being appointed as Independent Directors of the Company. In the opinion of the Board, He fulfills the conditions specified in the Act and the Rules made there under and that he is independent of the Management.

He has also, at the said meeting, given declaration under Section 149(7) of the Companies Act, 2013 stating that he can act as an Independent Director within the meaning of Section 149(6) of the Act. In view of the above position, approval of Members is sought, through Ordinary Resolutions, to formally appoint Mr. Bharatbhai Samjibhai Patel (DIN: 0024378 3) as an Independent Director as per Section 149(1) of the Act for a period of five consecutive years from the date of ensuing Annual General Meeting. Brief particulars of Mr. Bharatbhai Samjibhai Patel (DIN: 00243783) forms part of this notice. Mr. Bharatbhai Samjibhai Patel (DIN: 00243783) is not disqualified from being appointed as a Director in terms of Section 164 of the of the Companies Act,2013.

The Company and the Independent Director shall abide by the provisions specified in Schedule IV of the Act, and shall be governed and guided by the guidelines of professional conduct, role and functions, duties, manner of appointment, re-appointment, resignation or removal, separate meetings and evaluation mechanism as provided therein.

The terms and conditions of the appointment shall be open for inspection at the registered office of the Company by any member.

No director, key managerial personnel or their relatives, except Mr. Bharatbhai Samjibhai Patel (DIN: 00243783) to whom the resolution relates, are interested or concerned in the resolution.

The Board recommends the resolution set forth in Item no. 5 for the approval of the members.

**ITEM NO. 6:**

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. 6 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.6 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. 6 of the Notice.

The Board accordingly recommends the resolution as set out in Item No. 6 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: 07/09/2017**

**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 **22<sup>nd</sup> Annual Report** on the business and operations of the Company and the accounts for the financial year ended **March 31, 2017**.

### **FINANCIAL RESULTS:**

The financial performance of the Company for the year ended 31st March, 2017 is summarized below:

<b>Financial Particular</b>	<b>(Amount In Rs.)</b>	
	<b>Year ending on 31<sup>st</sup> March, 2017</b>	<b>Year ending on 31<sup>st</sup> March, 2016</b>
Total Income (Net)	<b>1,91,93,73,538</b>	<b>1,83,30,17,966</b>
Total Expenditure	<b>1,86,98,46,442</b>	<b>1,80,92,06,664</b>
Gross Profit/(Loss)	<b>4,95,27,096</b>	<b>2,38,11,301</b>
<b>Less:</b>		
Depreciation	<b>80,93,425</b>	<b>41,76,487</b>
Provision For Taxation	<b>0</b>	<b>0</b>
Extra Ordinary Items	<b>0</b>	<b>0</b>
<b>Tax Expense:</b>	<b>1,56,47,044</b>	<b>71,20,626</b>
Adjustment of earlier years	<b>0</b>	<b>0</b>
Profit/(Loss) After Tax	<b>3,38,80,052</b>	<b>1,66,90,675</b>

### **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.190.42 Crore in the year 2016-17 as compared to Rs.182.51 Crore in the previous year. PAT has increased by 102.99 % from Rs.1.67 Crore in 2015-16 to Rs.3.39 Crore in 2016-17.

### **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 31<sup>st</sup> March, 2017 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 information required under Section 197 of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not provided in the Report as the said provisions were not applicable to the Company during the year under review. Further, no employee of the Company was in receipt of the remuneration exceeding the limits prescribed in the rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, hence no information as required under the provisions of Section 197 of the Companies Act, 2013 read with rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided in this report.

### **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 – B” of this report.

#### **B FOREIGN EXCHANGE EARNING & OUTGO:**

Foreign Exchange Earning: Rs.93,43,86,902

Foreign Exchange Outgo : Rs.6,99,58,951

### **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	9	9
Mr. Nilaybhai Jagdishbhai Vora	Whole Time Director	Executive	9	9
Mrs. Purvi Bhavin Parikh <sup>(1)</sup>	Director	Non- Executive	9	2
Mr Yogesh Kanhiyalal Vaidya <sup>(2)</sup>	Director	Non-Executive Independent	9	0

Mr. Bharatbhai Samjibhai Patel <sup>(3)</sup>	Additional Director	Non-Executive Independent	9	0
Mr. Mohnish Harbans Bhalla <sup>(4)</sup>	Additional Director	Non-Executive Independent	9	0

(1) Mrs. Purvi B. Parikh was appointed as on 28/02/2017.

(2) Mr. Yogesh Vaidya was appointed as on 27/03/2017.

(3) Mr. Bharat Patel was appointed as on 26/05/2017.

(4) Mr. Mohnish Bhalla was appointed as on 26/05/2017.

#### ii. Appointment:

During the year following **Directors** were appointed.

(1) Mrs. Purvi Bhavin Parikh (DIN: 07732523) has been appointed as Director of the Company w.e.f. 28<sup>th</sup> February, 2017.

(2) Mr. Yogesh Kanhiyalal Vaidya (DIN: 00468732) has been appointed as Independent Director of the Company w.e.f. 27<sup>th</sup> March, 2017.

(3) Mr. Bharatbhai Samjibhai Patel (DIN: [00243783](#)) has been appointed as Additional Independent Director of the Company w.e.f. 26<sup>th</sup> May, 2017.

(4) Mr. Mohnish Harbans Bhalla (DIN: [00221254](#)) has been appointed as Additional Independent Director of the Company w.e.f. 26<sup>th</sup> May, 2017.

During the year following **KMP** were appointed.

(1) Mr Bhavin Suryakant Parikh has been appointed as Chief Executive Officer/ Chief Financial Officer of the company w.e.f 22<sup>nd</sup> March, 2017.

(2) Mr. Yash Manoj Shah has been appointed as Company Secretary of the company w.e.f 22<sup>nd</sup> March, 2017.

#### iii. Change in Designation:

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

(1) Mr. Bhavik S. Parikh (DIN: [00038223](#)) has been appointed as Managing Director from Executive Director of the Company w.e.f. 28<sup>th</sup> February, 2017.

(2) Mr. Nilay J. Vora (DIN: 02158990) has been appointed as Whole Time Director from Executive Director of the Company w.e.f. 28<sup>th</sup> February, 2017.

**iv. Retirement by rotation and subsequent re-appointment:**

**Mr. Nilay J. Vora (DIN: 02158990)** 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 22<sup>nd</sup> 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 Additional 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. Mohnish Harbans Bhalla (DIN: 00221254)** is the Additional 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 9 Board meetings on 01/04/2016, 27/06/2016, 27/07/2016, 01/09/2016, 19/12/2016, 18/02/2017, 28/02/2017, 22/03/2017 and 27/03/2017 during the financial year under review.

***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 and also to comply with Regulation 18 of SEBI Listing Regulations, 2015 applicable upon listing of the Company’s Equity shares on SME platform of NSE (“NSE Emerge”), The constituted Audit Committee comprises following members:

Name of Director	Nature of Directorship	Status in Committee
Mr. Mohnish Harbansh Bhalla	Additional Non Executive-Independent Director	Chairman
Mr. Yogesh Kanhiyalal Vaidya	Independent Non Executive Director	Member



Mr. Bhavik Suryakant Parikh	Managing Director	Member
-----------------------------	-------------------	--------

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 & Regulation 19 of SEBI Listing Regulation, 2015 vide Resolution dated May 26, 2017. The Nomination and Remuneration Committee comprise the following:

Name of Director	Nature of Directorship	Status in Committee
Mr. Bharatbhai Samjibhai Patel	Additional Non Executive-Independent Director	Member
Mr. Yogesh Kanhiyalal Vaidya	Non Executive-Independent Director	Chairman
Mr. Mohnish Harbanshlal Bhalla	Additional Non Executive-Independent Director	Member

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.

#### [C] STAKEHOLDERS RELATIONSHIP COMMITTEE:

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

Name of Director	Nature of Directorship	Status in Committee
Mr. Bharatbhai Samjibhai Patel	Additional Non Executive-Independent Director	Member
Mr. Yogesh Kanhiyalal Vaidya	Non Executive-Independent Director	Chairman
Mr. Nilaybhai Jagdishbhai Vora	Whole Time Director	Member

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, 2017 are NIL.

There were no pending requests for share transfer/dematerialisation of shares as of 31<sup>st</sup> March 2017.

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. Ratification of Statutory Auditors:**

The present Auditors of the Company M/s Dharmesh Parikh & Co., Chartered Accountants, Ahmedabad were appointed as Auditors for a period of 5 year(s) at the 19th Annual General Meeting held on 30th September, 2014 to hold office till the conclusion of 23rd Annual General Meeting to be held in 2018.

Pursuant to the provisions of Section 139 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the Company shall place the matter relating to such appointment for ratification by members at every annual general meeting and therefore it is proposed to ratify the appointment of M/s Dharmesh Parikh & Co., Chartered Accountants, as the Statutory Auditors of the Company.

The consent of M/s Dharmesh Parikh & Co., Chartered Accountants along with certificate under Section 139 of the Act has been obtained to the effect that their appointment, if made, shall be in accordance with the prescribed conditions and that they are eligible to hold the office of Auditors of the Company.

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, 2017 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 not appointed the Secretarial Auditor pursuant to Section 204 read with Section 134(3) of the Companies Act, 2013 as the said provisions relating to the Secretarial audit is not applicable to the Company.

***CORPORATE GOVERNANCE:***

As per the provisions of SEBI (Listing Obligations and Disclosures requirement) Regulation, 2015, the annual report of the listed entity shall contain Corporate Governance Report and it is also further provided that (a) the listed entity having paid up equity share capital not exceeding rupees ten crore and net worth not exceeding rupees twenty five crore, as on the last day of the previous financial year; (b) the listed entity which has listed its specified securities on the SME Exchange, the said provisions are not applicable. As our Company is a SME Listed company listed on NSE Emerge, the Corporate Governance Report is not applicable and therefore not provided by the Board.

***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 – D" to this report

***APPOINTMENT OF M/S. BIGSHARE SERVICES PVT. LTD. AS THE REGISTRAR & TRANSFER AGENT OF YOUR COMPANY:***

The Board of Directors of the company at their meeting held on 19<sup>th</sup> December, 2016 approved the appointment of M/S Bigshare Services Private Limited. The Bigshare Services Private Limited will act as Common Share Registry of the Company.

***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.

***COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES:***

The Company's Policy relating to appointment of Directors, payment of Managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 is furnished in "Annexure – E" forming part of the Annual Report.

***LISTING:***

Your directors are pleased to inform you that the Company in the financial year 2017-18 brought the Initial Public Offer of its equity shares and got listed its shares on SME platform of NSE (NSE EMERGE) on 23<sup>rd</sup> June, 2017.

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 2017-18.

***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 "C" and is attached to this Report.

***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: 07/09/2017**

**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

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): - 01/04/2016

(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: 07/09/2017**

**Place: Ahmedabad**

By order of Board of Directors

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

## “ANNEXURE - B”

### 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, 2017 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 - C”

### Form No. MGT-9

#### EXTRACT OF ANNUAL RETURN

As on the financial year ended on 31/03/2017

[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.	<b>CIN:</b>	U65910GJ1995PLC027673
2.	<b>Registration Date</b>	04/10/1995
3.	<b>Name Of The Company</b>	Globe Textiles (India) Private Limited <sup>(1)</sup>
4.	<b>Category / Sub-Category Of The Company</b>	Limited by shares
5.	<b>Address Of The Registered Office And Contact Details</b>	Plot No. 38 to 41, Ahmedabad Apparel Park, GIDC Khokhra, Ahmedabad-380008, Gujarat.
6.	<b>Whether Listed Company</b>	No <sup>(2)</sup>
7.	<b>Name, Address And Contact Details Of Registrar And Transfer Agent, If Any</b>	<b>BIGSHARE SERVICES PVT. LTD.</b> A-802, Samudra Complex, Near Klassic Gold, Girish Cold Drink, C.G. Road Ahmedabad - 380009 Gujarat Email: bssahd@bigshareonline.com

**Note:**

(1) As on the date of this report, the name of the Company is **GLOBE TEXTILES (INDIA) LIMITED**.

(2) As on the date of this report, the Company is listed on **NSE Emerge**.

**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 (01/04/2016)				No. of Shares held at the end of the year (31/03/2017)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters &amp; Promoter Group</b>									
(1) Indian									
a) Individual/ HUF	-	2892700	2892700	99.66	-	8708100	8708100	100	(0.34)
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-

d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other Directors/Relatives ...	-	-	-	-	-	-	-	-	-
<b>Sub-total (A) (1):-</b>	-	<b>2892700</b>	<b>2892700</b>	<b>99.66</b>	-	<b>8708100</b>	<b>8708100</b>	<b>100</b>	<b>0.34</b>
<b>(2) Foreign</b>									
a) NRIs-Individuals	-	-	-	-	-	-	-	-	-
b) Other-Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks/ FI	-	-	-	-	-	-	-	-	-
e) Any Other....	-	-	-	-	-	-	-	-	-
<b>Sub-total (A) (2):-</b>	-	-	-	-	-	-	-	-	-
<b>Total shareholding of Promoter (A)=(A)(1)+(A)(2)</b>	-	<b>2892700</b>	<b>2892700</b>	<b>99.66</b>	-	<b>8708100</b>	<b>8708100</b>	<b>100</b>	-
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
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)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(1):-</b>	-	-	-	-	-	-	-	-	-
<b>2. Non-Institutions</b>									
a) Bodies Corp.	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	10000	10000	0.34	-	-	-	-	(0.34)
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-
i) Non Resident Repatriates	-	-	-	-	-	-	-	-	-
ii) Non Resident Non Repatriates	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(2):-</b>	-	-	-	-	-	-	-	-	-
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>	-	-	-	-	-	-	-	-	-
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	-	<b>2902700</b>	<b>2902700</b>	<b>100</b>	-	<b>8708100</b>	<b>8708100</b>	<b>100</b>	-

(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	
1	Guvanti Vora	67500	0.77	-	-	-	-	(0.77)
2	Jagdishbhai M. Vora	10000	0.11	-	-	-	-	(0.11)
3	Bhavik S. Parikh	2186700	25.11	-	3076860	35.33	-	10.22
4	Nilay J Vora	602000	6.92	-	1806000	20.74	-	13.82
5	Jagdish M Vora HUF	26500	0.30	-	79500	0.91	-	0.61
6	Bhavin S. Parikh	-	-	-	1741620	20.00	-	20.00
7	Suryakant H. Parikh	-	-	-	262500	3.01	-	3.01
8	Purvi B. Parikh	-	-	-	870810	10.00	-	10.00
9	Shraddha B. Parikh	-	-	-	870810	10.00	-	10.00
	<b>TOTAL</b>	<b>2892700</b>		-	<b>8708100</b>		-	

(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
	<b>Guvanti Vora</b>					
	At the beginning of the year		67500	0.77	67500	0.77
	(Decrease) 28/02/2017	Transfer of Shares	67500	(0.77)	0	0

	At the end of the year		0	0	0	0
	<b>Jagdishbhai M. Vora</b>					
	At the beginning of the year		10000	0.11	10000	0.11
	(Decrease) 28/02/2017	Transfer of Shares	(10000)	(0.11)	0	0
	At the end of the year		0	0	0	0
	<b>Bhavik S. Parikh</b>					
	At the beginning of the year		2186700	25.11	2186700	25.11
	(Decrease) 28/02/2017	Transfer of Shares	(1,161,080)	(13.33)	1025620	11.77
	Increase 27/03/2017	Bonus Issue	2,051,240	23.55	30,76,860	35.33
	At the end of the year		3,076,860	35.33	3,076,860	35.33
	<b>Nilay J Vora</b>					
	At the beginning of the year		602000	6.92	602000	6.92
	Increase 27/03/2017	Bonus Issue	1204000	13.82	1806000	20.74
	At the end of the year		1806000	20.74	1806000	20.74
	<b>Jagdish M Vora HUF</b>					
	At the beginning of the year		26500	0.30	26500	0.30
	Increase 27/03/2017	Bonus Issue	53000	0.61	79500	0.91
	At the end of the year		79500	0.91	79500	0.91
	<b>Bhavin S. Parikh</b>					
	At the beginning of the year		0	0	0	0
	(Increase) 28/02/2017	Transfer of Shares	580540	0.67	580540	0.67

	Increase 27/03/2017	Bonus Issue	1161080	13.33	1741620	20.00
	At the end of the year		1741620	20.00	1741620	20.00
	<b>Suryakant H. Parikh</b>					
	At the beginning of the year		0	0	0	0
	(Increase) 28/02/2017	Transfer of Shares	87500	1.00	87500	1.00
	Increase 27/03/2017	Bonus Issue	175000	2.01	252500	3.01
	At the end of the year		262500	3.01	252500	3.01
	<b>Purvi B. Parikh</b>					
	At the beginning of the year		0	0	0	0
	(Increase) 28/02/2017	Transfer of Shares	290270	3.33	290270	3.33
	(Increase) 27/03/2017	Bonus Issue	580540	6.67	870810	6.67
	At the end of the year		870810	10.00	871810	10.00
	<b>Shraddha B. Parikh</b>					
	At the beginning of the year		0	0	0	0
	(Increase) 28/02/2017	Transfer of Shares	290270	3.33	290270	3.33
	(Increase) 27/03/2017	Bonus Issue	580540	6.67	870810	10.00
	At the end of the year		870810	10.00	871810	10.00

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

Sl. No.	For Each of the Top 10 Shareholders	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
<b>1.</b>	<b>SHAILESHBHAI C. SHAH</b>						
	At the beginning of the year	9600	0.33	-	-	-	-
	Transfer of Shares (28.03.2017)	-	-	(9600)	Transfer of Shares	(9600)	(0.33)
	At the end of the Year	-	-	-	-	-	-
<b>2.</b>	<b>URMILABEN S. SHAH</b>						
	At the beginning of the year	400	0.01	-	-	-	-
	Transfer of Shares (28.03.2017)	-	-	(400)	Transfer of Shares	(400)	(0.01)
	At the end of the Year	-	-	-	-	-	-

(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
<b>1.</b>	<b>Mr. Bhavik S. Parikh</b>				
	At the beginning of the year	2186700	25.11	2186700	25.11



	Transfer of Shares (28.02.2017) (Decrease)	(1,161,080)	(13.33)	1025620	11.77
	Issue of Bonus Shares (27.03.2017) (Increase)	2,051,240	23.55	30,76,860	35.33
	At the end of the year	3,076,860	35.33	3,076,860	35.33
<b>2.</b>	<b>Mr. Bhavin S. Parikh</b>				
	At the beginning of the year	-	-	-	-
	Shares Received through Transfer of Shares (28.02.2017) (Increase)	580540	0.67	580540	0.67
	Issue of Bonus Shares (27.03.2017) (Increase)	1161080	13.33	1741620	20.00
	At the end of the year	1741620	20.00	1741620	20.00
<b>3.</b>	<b>Mr. Nilay J. Vora</b>				
	At the beginning of the year	602000	6.92	602000	6.92
	Issue of Bonus Shares (27.03.2017) (Increase)	1204000	13.82	1806000	20.74
	At the end of the year	1806000	20.74	1806000	20.74
<b>4.</b>	<b>Mrs. Purvi B. Parikh*</b>				
	At the beginning of the year	-	-	-	-
	Shares Received through Transfer of Shares (28.02.2017) (Increase)	290270	3.33	290270	3.33
	Issue of Bonus Shares (27.03.2017) (Increase)	580540	6.67	870810	10.00
	At the end of the year	870810	10.00	871810	10.00
<b>5.</b>	<b>Yogesh Vaidya**</b>				
	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	-	-	-	-
<b>6.</b>	<b>Mr. Bharat Patel***</b>				
	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	-	-	-	-
<b>7.</b>	<b>Mr. Mohnish Bhalla****</b>				
	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	-	-	-	-

\* Mrs. Purvi B. Parikh was appointed as on 28/02/2017.

\*\* Mr. Yogesh Vaidya was appointed as on 27/03/2017.

\*\*\* Mr. Bharat Patel was appointed as on 26/05/2017.

\*\*\*\* Mr. Mohnish Bhalla was appointed as on 26/05/2017.

## V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	389201113	273805	-	389474918
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	<b>389201113</b>	<b>273805</b>	<b>-</b>	<b>389474918</b>
<b>Change in Indebtedness during the financial year</b>				
* Addition	123958166	4711997	-	128670163
* Reduction	-	-	-	-

Net Change	123958166	4711997	-	128670163
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	513159279	4985802	-	518145081
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	<b>513159279</b>	<b>4985802</b>	<b>-</b>	<b>518145081</b>

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

<b>A. Remuneration to Managing Director, Whole-time Directors and/or Manager:</b>			
<b>Sl. no.</b>	<b>Particulars of Remuneration</b>	<b>Name of MD/WTD/ Manager</b>	<b>Total Amount</b>
		<b>Mr. Bhavik Suryakant Parikh</b>	
<b>1.</b>	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961.	23,42,582	23,42,582
	(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	-	-
<b>2.</b>	Stock Option	-	-
<b>3.</b>	Sweat Equity	-	-
<b>4.</b>	Commission - as % of profit - Others, specify...	- -	-
<b>5.</b>	Others, please specify	-	-
	<b>Total (i)</b>	<b>23,42,582</b>	<b>23,42,582</b>
	Ceiling as per the Act		

		<b>Mr. Nilay J Vora</b>	
<b>1.</b>	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961.	725,172	725,172
	(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		
<b>2.</b>	Stock Option	-	
<b>3.</b>	Sweat Equity	-	
<b>4.</b>	Commission - as % of profit - Others, specify...	- -	-
<b>5.</b>	Others, please specify	-	
	<b>Total (ii)</b>	<b>725,172</b>	<b>725,172</b>
	Ceiling as per the Act		
		<b>Total (i+ii)</b>	<b>3067754</b>

<b>B. Remuneration to other directors:</b>						
<b>SN.</b>	<b>Particulars of Remuneration</b>	<b>Name of Directors</b>				<b>Total</b>
		<b>Mrs. Purvi B. Parikh</b>	<b>Mr. Yogesh Vaidya</b>	<b>Mr. Mohnish Bhalla</b>	<b>Mr. Bharat Patel</b>	
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	NIL	-	-	-	-

	committee meetings					
	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	-

\* Mrs. Purvi B. Parikh was appointed as on 28/02/2017.

\*\* Mr. Yogesh Vaidya was appointed as on 27/03/2017.

\*\*\* Mr. Bharat Patel was appointed as on 26/05/2017.

\*\*\*\* Mr. Mohnish Bhalla was appointed as on 26/05/2017.

**C. Remuneration to Key Managerial Personnel Other than MD/ Manager/ WTD:**

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		Total Amount
		CS	CFO	
			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	-	50198	50198
2.	Stock Option	-	-	-
3.	Sweat Equity	-	-	-
4.	Commission - as % of profit - Others, specify...	-	-	-
5.	Others, please specify			
	Total (A)	-	<b>50198</b>	<b>50198</b>
	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)
<b>A.COMPANY</b>					
Penalty					
Punishment					
Compounding					
<b>B.DIRECTORS</b>					
Penalty			<b>NIL</b>		
Punishment					
Compounding					
<b>C.OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment					
Compounding					

**Regd. Office**

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

**Date: 07/09/2017**

**Place: Ahmedabad**

By order of Board of Directors

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

## Annexure D

# 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 11 per cent of total exports. The textiles industry is also labour intensive and is one of the largest employers. The textile industry has two broad segments. First, the unorganised sector consists of handloom, handicrafts and sericulture, which are operated on a small scale and through traditional tools and methods. The second is the organised sector consisting of spinning, apparel and garments segment which apply modern machinery and techniques such as economies of scale. The textile industry employs about 40 million workers and 60 million indirectly. India's overall textile exports during FY 2015-16 stood at US\$ 40 billion.

### ***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 2017, fiscal 2016 and fiscal 2015, export of garments to our overseas customers accounted for 58.03%, 58.20% and 62.13%, respectively of our total turnover.

**d. Recent Trend and Future Outlook:**

Turning to the outlook for 2017-18, we need to examine each of the components of aggregate demand: exports, consumption, private investment and government. As discussed earlier, India's exports appear to be recovering, based on an uptick in global economic activity. This is expected to continue in the aftermath of the US elections and expectations of a fiscal stimulus. The IMF's January update of its World Economic Outlook forecast is projecting an increase in global growth from 3.1 percent in 2016 to 3.4 percent in 2017, with a corresponding increase in growth for advanced economies from 1.6 percent to 1.9 percent. Given the high elasticity of Indian real export growth to global GDP, exports could contribute to higher growth next year, by as much as 1 percentage point.

**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 **2016-17** 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.

## “Annexure E”

# Nomination and Remuneration Policy

### INTRODUCTION

In pursuance to the Company’s policy to consider human resources as its invaluable assets, to pay equitable remuneration to all Directors, key managerial personnel and employees of the Company, to harmonise the aspirations of human resources consistent with the goals of the company and in terms of the provisions of the Companies Act, 2013, this policy on Nomination and Remuneration of directors, Key Managerial Personnel (KMP) and Senior Management has been formulated by the Nomination and Remuneration Committee (NRC”)and approved by the Board of Directors of the Company.

### CONSTITUTION OF COMMITTEE

The Board of Directors of Globe Textiles (India) Limited (“the Company”) constituted the “Nomination and Remuneration Committee” consisting of three (3) Non-Executive Directors of which majority are Independent Directors in accordance with the provisions of Section 178 of the Companies Act, 2013.

### OBJECTIVE

The key objectives of the Committee would be:

- a) To guide the Board in relation to appointment and removal of Directors, Key Managerial Personnel and Senior Management.
- b) Formulate the criteria for determining qualifications, positive attributes, independence of a Director and policy relating to remuneration for Directors, Key Managerial Personnel and other employees
- c) To recommend to the Board on Remuneration payable to the Directors, Key Managerial Personnel and Senior Management
- d) To evaluate the performance of the members of the Board and provide necessary report to the Board for further evaluation of the Board.
- e) To retain, motivate and promote talent and to ensure long term sustainability of talented managerial persons and create competitive advantage
- f) To provide to Key Managerial Personnel and Senior Management reward linked directly to their effort, performance, dedication and achievement relating to the Company’s operations.
- g) To develop a succession plan for the Board and to regularly review the plan.

## DEFINITIONS

“Act” means the Companies Act, 2013 and Rules framed thereunder, as amended from time to time. “Board” means Board of Directors of the Company.

“Directors” mean Directors of the Company.

“Key Managerial Personnel” means

- a) Chief Executive Officer or the Managing Director or the Manager;
- b) Whole-time director;
- c) Chief Financial Officer;
- d) Company Secretary; and
- e) Such other officer as may be prescribed.

“Senior Management” means personnel of the company who are members of its core management team excluding the Board of Directors including Functional Heads

## POLICY FOR APPOINTMENT AND REMOVAL OF DIRECTOR, KMP AND SENIOR MANAGEMENT

### A. Appointment criteria and qualifications

- I. The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, KMP or at Senior Management level and recommend to the Board his / her appointment.
- II. A person should possess adequate qualification, expertise and experience for the position he / she is considered for appointment. The Committee has discretion to decide whether qualification, expertise and experience possessed by a person is sufficient / satisfactory for the concerned position.
- III. The Company shall not appoint or continue the employment of any person as Whole-time Director who has attained the age of seventy years. Provided that the term of the person holding this position may be extended beyond the age of seventy years with the approval of shareholders by passing a special resolution based on the explanatory statement annexed to the notice for such motion indicating the justification for extension of appointment beyond seventy years.

### B. Term / Tenure

- Managing Director/Whole-time Director:

The Company shall appoint or re-appoint any person as its Executive Chairman, Managing Director or Executive Director for a term not exceeding five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

- Independent Director:

- An Independent Director shall hold office for a term up to five consecutive years on

the Board of the Company and will be eligible for re-appointment on passing of a special resolution by the Company and disclosure of such appointment in the Board's report.

- No Independent Director shall hold office for more than two consecutive terms, but such Independent Director shall be eligible for appointment after expiry of three years of ceasing to become an Independent Director. Provided that an Independent Director shall not, during the said period of three years, be appointed in or be associated with the Company in any other capacity, either directly or indirectly. However, if a person who has already served as an Independent Director for 5 years or more in the Company as on October 1, 2014 or such other date as may be determined by the Committee as per regulatory requirement; he/ she shall be eligible for appointment for one more term of 5 years only.
- At the time of appointment of Independent Director it should be ensured that number of Boards on which such Independent Director serves is restricted to seven listed companies as an Independent Director and three listed companies as an Independent Director in case such person is serving as a Whole-time Director of a listed company or such other number as may be prescribed under the Act.

#### **C. Evaluation**

The Committee shall carry out evaluation of performance of every Director, KMP and Senior Management Personnel at regular interval (yearly).

#### **D. Removal**

Due to reasons for any disqualification mentioned in the Act or under any other applicable Act, rules and regulations there under, the Committee may recommend, to the Board with reasons recorded in writing, removal of a Director, KMP or Senior Management Personnel subject to the provisions and compliance of the said Act, rules and regulations.

### **RETIREMENT**

The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Act and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company

### **POLICY RELATING TO THE REMUNERATION FOR THE WHOLE-TIME DIRECTOR, KMP AND SENIOR MANAGEMENT PERSONNEL**

The remuneration / compensation / commission etc. to the Whole-time Director, KMP and Senior Management Personnel will be determined by the Committee and recommended to the Board for approval. The remuneration / compensation / commission etc. shall be subject to the prior/post approval of the shareholders of the Company and Central Government, wherever required.

While determining the remuneration of Executive Directors and Key Managerial Personnel, the Committee shall consider following factors:

- i) Industry standards, if the data in this regard is available.
- ii) The job description.
- iii) Qualification and experience level of the candidate.

The remuneration payable to the Executive Directors, including the value of the perquisites, shall not exceed the permissible limits as are mentioned within the provisions of the Companies Act, 2013. They shall not be eligible for any sitting fees for attending any meetings.

The Non-Executive Directors shall not be eligible to receive any remuneration/ salary from the Company. However, the Non-Executive Directors shall be paid sitting fees for attending the meeting of the Board or committees thereof and commission, as may be decided by the Board/ Shareholders from time to time, presently the Company is not paying any sitting fee. They shall also be eligible for reimbursement of out of pocket expenses for attending Board/ Committee Meetings.

### **DUTIES IN RELATION TO NOMINATION MATTERS**

The duties of the Committee in relation to nomination matters include:

- a) Ensuring that there is an appropriate induction in place for new Directors and members of Senior Management and reviewing its effectiveness;
- b) Ensuring that on appointment to the Board, Non-Executive Directors receive a formal letter of appointment in accordance with the Guidelines provided under the Act;
- c) Determining the appropriate size, diversity and composition of the Board;
- d) Evaluating the performance of the Board members and Senior Management in the context of the Company's performance from business and compliance perspective;
- e) Making recommendations to the Board concerning any matters relating to the continuation in office of any Director at any time including the suspension or termination of service of an Executive Director as an employee of the Company subject to the provision of the law and their service contract.
- f) Delegating any of its powers to one or more of its members or the Secretary of the Committee;
- g) Recommend any necessary changes to the Board; and

### **DUTIES IN RELATION TO REMUNERATION MATTERS:**

The duties of the Committee in relation to remuneration matters include:

- To consider and determine the Remuneration Policy, based on the performance and also bearing in mind that the remuneration is reasonable and sufficient to attract retain and motivate members of the Board and such other factors as the Committee shall deem appropriate all elements of the remuneration of the members of the Board.

### **REVIEW AND AMENDMENTS:**

- i. The NRC or the Board may review the Policy as and when it deems necessary.

- ii. The NRC may issue guidelines, procedures, formats, reporting mechanism and manual in supplement and better implementation to this policy, if it thinks necessary.

This Policy may be amended or substituted by the NRC or by the Board and as when required and also by the Compliance Officer where there is any statutory change necessitating the change in the policy

**Regd. Office**

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

**Date: 07/09/2017**

**Place: Ahmedabad**

By order of Board of Directors

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

## INDEPENDENT AUDITOR'S REPORT

**To the Members of Globe Textiles (India) Ltd. (Formerly Globe Textiles (India) Private Ltd.)**

### **Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of Globe Textiles (India) Private Ltd. ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March 2017, 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 read with Emphasis of Matter paragraph below, 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 31<sup>st</sup> March 2017 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 31<sup>st</sup> March 2017 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March 2017 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 29(d) 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
- iv. The company has provided requisite disclosures in its financial statements (vide Note no. 32 to the Financial Statements) as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the company. We have relied on the management representation for disclosure of denomination wise details

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

Place: Ahmedabad  
Date : 22/05/2017

**Anuj Jain**  
Partner  
Membership No. 119140

**Annexure - A to the Independent Auditor's Report**  
**Re: Globe Textiles (India) Ltd. (Formerly Globe Textiles (India) Private Ltd.)**

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

The Annexure referred to in our Independent Auditors' Report to the members of the Company on the standalone financial statements for the year ended 31 March 2017, 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. 9,83,52,283 as at 31<sup>st</sup> March 2017.
- (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 explanation 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 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, wealth tax, service tax, duty of customs, value added tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities generally. As explained to us, the Company did not have any dues on account of duty of excise.

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 2017 for a period of more than six months from the date they became payable.

- (b) 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:

<b>Name of Statute</b>	<b>Nature of the dues</b>	<b>Forum where dispute is pending</b>	<b>Amount (*) (In Rs.)</b>	<b>Amount paid under protest (In Rs.)</b>	<b>Period to which the amount relates</b>
Income Tax Act, 1961	Income Tax	Appellate Authority upto Commissioner's Level	4,58,07,240	---	AY 2012-13, 2013-14 & 2014-15
Income Tax Act, 1961	TDS	Assessing Officer	1,60,290	---	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 not raised moneys by way of initial public offer or further public offer including debt instruments. The company has utilized the amount raised by way of term Loans during the year for the purpose for which it was raised.
- (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, though managerial remuneration has been paid/ provided, the Company being a private limited company upto 22nd March 2017, provisions of Section 197 read with Schedule V of the Companies Act, 2013 is not applicable to the Company for the year.
- (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 : 22/05/2017

**Anuj Jain**  
Partner  
Membership No. 119140

## **Annexure-B to the Independent Auditor's Report**

**Re: Globe Textiles (India) Ltd. (Formerly Globe Textiles (India) Private Ltd.)**

(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 31<sup>st</sup> March, 2017 in conjunction with our audit of the standalone financial statements of the company for the period 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 the 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 31<sup>st</sup> March 2017 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 : 22/05/2017

**Anuj Jain**  
Partner  
Membership No. 119140

**GLOBE TEXTILES (INDIA) LTD.**

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

**BALANCE SHEET AS AT 31ST MARCH, 2017**

PARTICULARS		NOTES	AS AT 31-03-2017		AS AT 31-03-2016	
<b>I</b>	<b>EQUITY AND LIABILITIES</b>					
<b>(1)</b>	<b>SHAREHOLDERS' FUNDS</b>					
	(a) Share Capital	<b>3</b>	87,081,000		29,027,000	
	(b) Reserves & Surplus	<b>4</b>	163,520,717		187,694,666	
	(c) Money Received Against Share Warrants		-		-	
				<b>250,601,717</b>		<b>216,721,666</b>
<b>(2)</b>	<b>SHARE APPLICATION MONEY PENDING ALLOTMENT (NON REFUNDABLE)</b>			-		-
<b>(3)</b>	<b>NON-CURRENT LIABILITIES</b>					
	(a) Long-term borrowings	<b>5</b>	75,725,567		40,507,086	
	(b) Deferred Tax Liabilities (Net)	<b>6</b>	2,694,499		2,010,523	
	(c) Other Long-term Liabilities		-		-	
	(d) Long-term provisions	<b>7</b>	2,496,920		1,161,393	
				<b>80,916,986</b>		<b>43,679,002</b>
<b>(4)</b>	<b>CURRENT LIABILITIES</b>					
	(a) Short-term borrowings	<b>8</b>	442,419,514		348,967,832	
	(b) Trade Payables	<b>9</b>	242,570,878		144,230,089	
	(c) Other current liabilities	<b>10</b>	79,693,375		74,652,363	
	(d) Short-term provisions	<b>11</b>	15,987,382		1,300,398	
				<b>780,671,149</b>		<b>569,150,682</b>
	<b>TOTAL</b>			<b>1,112,189,853</b>		<b>829,551,350</b>
<b>II</b>	<b>ASSETS</b>					
<b>(1)</b>	<b>NON CURRENT ASSETS</b>					
	(a) Fixed assets					
	(i) Tangible assets	<b>12</b>	166,344,667		142,710,317	
	(ii) Intangible assets	<b>12</b>	1,025,736		107,805	
	(iii) Capital work-in-progress	<b>12.1</b>	52,092,615		2,626,772	

	(b) Non-current investments		-		-	
	(c) Deffered tax assets (Net)		-		-	
	(d) Long-term loans and advances	<b>13</b>	15,811,556		5,124,351	
	(e) Other non-current assets		-		-	
				<b>235,274,574</b>		<b>150,569,245</b>
<b>(2)</b>	<b>CURRENT ASSETS</b>					
	(a) Current Investments		-		-	
	(b) Inventories	<b>14</b>	383,576,606		263,351,458	
	(c) Trade receivables	<b>15</b>	435,943,208		318,157,517	
	(d) Cash & Bank Balances	<b>16</b>	10,721,475		19,112,170	
	(e) Short-term loans & advances	<b>17</b>	39,846,462		77,958,668	
	(f) Other current assets	<b>18</b>	6,827,527		402,292	
				<b>876,915,279</b>		<b>678,982,105</b>
	<b>TOTAL</b>			<b>1,112,189,853</b>		<b>829,551,350</b>
				<b>0</b>		<b>0</b>
	<b>Summary of Significant Accounting Policies</b>	<b>2</b>				

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

**Nilay Vora**  
Whole Time Director  
DIN:02158990

**Yash Shah**  
Company Secretary  
M. No : 49578

**Bhavin Parikh**  
CFO

**Place : Ahmedabad**  
**Date : 22/05/2017**



**GLOBE TEXTILES (INDIA) LTD.**

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

**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2017**

PARTICULARS		NOTES	AS AT 31-03-2017	AS AT 31-03-2016
	<b>CONTINUING OPERATIONS</b>			
<b>I</b>	<b>Revenue from Operation</b>	<b>19</b>	1,904,248,426	1,825,141,244
<b>II</b>	<b>Other Income</b>	<b>20</b>	15,125,112	7,876,722
<b>III</b>	<b>Total Revenue (I + II)</b>		<b>1,919,373,538</b>	<b>1,833,017,966</b>
<b>IV</b>	<b>Expenses</b>			
	Cost of Materials consumed	<b>21</b>	1,232,829,831	173,685,802
	Purchases of Stock-in-Trade	<b>22</b>	500,807,151	1,469,660,259
	Changes in inventories of finished goods, work-in-progress and Stock-in-trade	<b>23</b>	(88,993,664)	(37,261,808)
	Employee benefits expense	<b>24</b>	49,710,760	36,632,738
	Finance costs	<b>25</b>	45,860,912	43,490,033
	Depreciation and amortization expense	<b>12</b>	8,093,425	4,176,487
	Other expenses	<b>26</b>	121,538,027	118,823,153
	<b>Total Expenses</b>		<b>1,869,846,442</b>	<b>1,809,206,664</b>
<b>V</b>	<b>Profit for the year before Exceptional and extraordinary items and tax (III-IV)</b>		<b>49,527,096</b>	<b>23,811,301</b>
<b>VI</b>	Less : Exceptional items		-	-
<b>VII</b>	<b>Profit for the year before extraordinary items and tax (V-VI)</b>		<b>49,527,096</b>	<b>23,811,301</b>

<b>VIII</b>	Add/(Less) : Extraordinary items			-	-
<b>IX</b>	<b>Profit for the year before taxation (VII- VIII)</b>			<b>49,527,096</b>	<b>23,811,301</b>
<b>X</b>	Tax Expense	<b>27</b>		15,647,044	7,120,626
<b>XI</b>	<b>Profit (Loss) for the year (IX-X)</b>			<b>33,880,052</b>	<b>16,690,675</b>
<b>XII</b>	<b>Earning per Equity Share of Rs. 10 Each</b>	<b>28</b>			
	- Basic & Diluted			3.89	1.92
	Summary of significant accounting policies	<b>2</b>			

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**

**Nilay Vora**  
**Whole Time Director**  
**DIN:02158990**

**Yash Shah**  
**Company Secretary**  
**M. No : 49578**

**Bhavin Parikh**  
**CFO**

**Place : Ahmedabad**  
**Date : 22/05/2017**

**GLOBE TEXTILES (INDIA) LTD.**

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

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017**

Particulars	FOR THE YEAR ENDED 31ST MARCH, 2017		FOR THE YEAR ENDED 31ST MARCH, 2016	
<b>A. Cash flow from operating activities</b>				
Profit before tax from continuing operations	49,527,096		23,811,301	
<b>Profit before tax</b>		<b>49,527,096</b>		<b>23,811,301</b>
<i>Adjustment on account of:</i>				
Depreciation and amortisation	8,093,425		4,176,487	
Net unrealised exchange (gain) / loss	(1,672,249)		(3,728,601)	
Bad Debt Written Off	-		-	
Loss on sale of fixed asset	-		-	
Interest Subsidy Income	(6,504,967)			
Interest Expense	41,376,627		40,205,314	
Interest Income	(81,701)		(1,638,163)	
		41,211,135		39,015,037
<b>Operating profit / (loss) before working capital changes</b>		<b>90,738,231</b>		<b>62,826,338</b>
<i>Changes in working capital:</i>				
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Inventories	(120,225,148)		(32,683,619)	
Trade receivables	(116,113,443)		(51,184,809)	
Short-term loans and advances	38,112,206		(48,382,784)	
Other current assets	(44,565)		(218,296)	
Long-term loans and advances	(795,646)		386,964	
		(199,066,596)		(132,082,544)
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	98,340,788		(4,696,349)	
Other current liabilities	3,053,854		9,904,707	

Short-term provisions	(171,016)		866,790	
Long-term provisions	1,335,527		415,431	
		102,559,153		6,490,579
<b>Cash generated from / (used in) operations</b>		(5,769,212)		(62,765,627)
Net income tax (paid) / refunds	(9,996,626)		(8,690,573)	
<b>Net cash flow from / (used in) operating activities (A)</b>		<b>(15,765,838)</b>		<b>(71,456,200)</b>
<b>B. Cash flow from investing activities</b>				
Capital expenditure on fixed assets, including capital advances & CWIP	(82,111,550)		(8,489,545)	
Sale of Investment	-		12,000,000	
Interest received	205,999		5,365,742	
<b>Net cash flow from / (used in) investing activities (B)</b>		<b>(81,905,551)</b>		<b>8,876,197</b>
<b>C. Cash flow from financing activities</b>				
Proceeds from issue of equity shares	-		-	
Proceeds from long-term borrowings	29,469,942			
Repayment of long-term borrowings	-		(6,556,181)	
Net increase / (decrease) in working capital borrowings	-		-	
Proceeds from other short-term borrowings	101,187,379		105,937,836	
Interest Paid	(41,376,627)		(40,205,314)	
		89,280,694		59,176,341
<b>Net cash flow from / (used in) financing activities (C)</b>		<b>89,280,694</b>		<b>59,176,341</b>
<b>Net increase / (decrease) in Cash and cash equivalents (A+B+C)</b>		<b>(8,390,695)</b>		<b>(3,403,662)</b>
Cash and cash equivalents at the beginning of the year		19,112,170		22,515,832
<b>Cash and cash equivalents at the</b>		<b>10,721,475</b>		<b>19,112,170</b>

<b>end of the year</b>				
<b>Reconciliation of Cash and cash equivalents with the Balance Sheet:</b>				
Cash and cash equivalents as per Balance Sheet (Refer Note 16)		10,721,475		19,112,170
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		<b>10,721,475</b>		<b>19,112,170</b>
Add: Current investments considered as part of Cash and cash equivalents		-		-
<b>Cash and cash equivalents at the end of the year *</b>		<b>10,721,475</b>		<b>19,112,170</b>
* Comprises:				
(a) Cash on hand		1,777,124		1,425,649
(b) Balances with banks				
(i) In current accounts		261,000		2,063,168
(ii) In EEFC accounts		8,433,351		11,583,353
(iii) In deposit accounts		250,000		4,040,000
		<b>10,721,475</b>		<b>19,112,170</b>
<b>Note:</b>				
(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 utilized only for the specific identified purposes.				
<b>See accompanying notes forming part of the financial statements.</b>				

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

**Nilay Vora**  
Whole Time Director  
DIN:02158990

**Yash Shah**  
Company Secretary  
M. No : 49578

**Bhavin Parikh**  
CFO

**Place : Ahmedabad**  
**Date : 22/05/2017**

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

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

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2017**

**Note 1**

**CORPORATE INFORMATION**

Globe Textiles (India) Private Limited having CIN : U65910GJ1995PTC027673 is a private limited company domiciled in India and incorporated under the provisions of the Companies Act, 1956. 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 OR 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 realisable value. Cost is determined based on First In First Out (FIFO Basis).

Net realisable 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."

x) 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**

**(In Rupees)**

PARTICULARS	AS AT 31-03-2017		AS AT 31-03-2016	
	Number of shares	INR	Number of shares	INR
<b>AUTHORISED SHARES</b>				
Equity Shares of Re. 10/- each	11,000,000	110,000,000	5,000,000	50,000,000
	<b>11,000,000</b>	<b>110,000,000</b>	<b>5,000,000</b>	<b>50,000,000</b>
<b>ISSUED, SUBSCRIBED &amp; FULLY PAID-UP SHARES</b>				
Equity Share of Rs. 10/- each Fully paid	8,708,100	87,081,000	2,902,700	29,027,000
<b>a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period</b>				
At the beginning of the Year	2,902,700	29,027,000	2,902,700	29,027,000
Add : Issued during the Year	5,805,400	58,054,000	-	-
At the end of the Year	8,708,100	87,081,000	2,902,700	29,027,000
	<b>8,708,100</b>	<b>87,081,000</b>	<b>2,902,700</b>	<b>29,027,000</b>

**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 31-03-2017		AS AT 31-03-2016	
Equity Shares Alloted 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 31-03-2017		AS AT 31-03-2016	
	Number of shares	% holding	Number of shares	% holding
Nilay Vora	1,806,000	20.74	602,000	20.74
Bhavik S Parikh	3,076,860	35.33	2,186,700	75.33
Bhavin S Parikh	1,741,620	20.00	-	-
Shraddha B Parikh	870,810	10.00	-	-
Purvi B Parikh	870,810	10.00	-	-

**Note 4 RESERVES & SURPLUS**

**(In Rupees)**

PARTICULARS		AS AT 31-03-2017		AS AT 31-03-2016	
<b>1</b>	<b>SECURITIES PREMIUM RESERVE</b>				
	As per last balance sheet	92,635,000		92,635,000	
	Add : Premium on shares Issued during the Year	-		-	
	Less: Issue of Bonus Shares	58,054,000			
			34,581,000		92,635,000
<b>2</b>	<b>SURPLUS IN STATEMENT OF PROFIT AND LOSS</b>				
	As per last balance sheet	95,059,666		78,368,991	
	Add : Profit for the Year	33,880,052		16,690,675	
			128,939,717		95,059,666
			<b>163,520,717</b>		<b>187,694,666</b>

**Note 5 LONG TERM BORROWINGS**

(In Rupees)

PARTICULARS		AS AT 31-03-2017		AS AT 31-03-2016	
<b>(1)</b>	<b>Term Loans</b>				
	<b>(a) Secured</b>				
	(i) From Bank		69,313,287		40,369,474
<b>(2)</b>	<b>Vehicle Loan</b>				
	<b>(a) Secured</b>				
	(i) From bank		6,412,281		137,612
			<b>75,725,567</b>		<b>40,507,086</b>

a) Vehicle Loan is of Rs 7841000 repayable in 60 equal monthly installments of Rs. 160908 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. 6,25,000 & 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**

(In Rupees)

PARTICULARS		AS AT 31-03-2017	AS AT 31-03-2016
	<b>Deferred Tax Liability</b>		
	- Depreciation	(3,815,026)	(2,771,217)
	<b>Gross Deferred Tax Liability</b>	(3,815,026)	(2,771,217)
	<b>Deferred Tax Asset</b>		
	- Gratuity	818,602	372,315
	- Bonus	301,925	388,378
	Gross Deferred Tax Asset	1,120,527	760,693
	<b>Net Deferred Tax Liability</b>	<b>(2,694,499)</b>	<b>(2,010,523)</b>

b) In accordance with “Accounting Standard 22”, the Deferred Tax liability of Rs. 26,94,499 /- (Previous year deferred tax liability Rs. 20,10,523 /-) for the period has been recognised in the Statement of Profit & Loss.

**Note 7 LONG TERM PROVISIONS**

(In Rupees)

PARTICULARS		AS AT 31-03-2017	AS AT 31-03-2016
	(a) Provision for Gratuity	2,496,920	1,161,393
		<b>2,496,920</b>	<b>1,161,393</b>

**Note 8 SHORT TERM BORROWINGS**

(In Rupees)

PARTICULARS		AS AT 31-03-2017	AS AT 31-03-2016
(1)	<b>Loan repayable on demand</b>		
	(a) Secured		
	(i) from banks	437,433,712	348,694,027
(2)	<b>Loans and advances from related parties</b>		
	(a) Unsecured (Ref. Note 28)	4,985,802	273,805
		<b>442,419,514</b>	<b>348,967,832</b>

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%

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**

(In Rupees)

PARTICULARS		AS AT 31-03-2017	AS AT 31-03-2016
	(a) Acceptances	-	-
	(b) Others	242,570,878	144,230,089
		<b>242,570,878</b>	<b>144,230,089</b>

**Note 10 OTHER CURRENT LIABILITIES**

(In Rupees)

PARTICULARS	AS AT 31-03-2017	AS AT 31-03-2016
(a) Advances from Debtors	12,066,009	1,832,719
(b) Statutory Liabilities (TDS, PF, VAT, PT etc)	1,085,455	846,184
(c) Current maturities of long term borrowings (Note 5)	14,343,429	12,356,271
(d) Agent Commission Payable	50,871,863	59,293,944
(e) Other payables		323,245
- Capital Creditors	1,326,619	
	<b>79,693,375</b>	<b>74,652,363</b>

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 year end together with interest paid/payable as required under the said act has not been made.

**Note 11 SHORT TERM PROVISIONS**

(In Rupees)

PARTICULARS	AS AT 31-03-2017	AS AT 31-03-2016
(a) Provision for Bonus	977,103	1,256,887
(b) Provision for Tax	14,858,000	-
(c) Provision for Gratuity	152,279	43,511
	-	-
	<b>15,987,382</b>	<b>1,300,398</b>

**Note 12 FIXED ASSETS**

SR NO.	PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK
		As At 01-04-2016	Additions during the year	Deductions during the year	As At 31-03-2017	Upto 31-03-2016	Provided for the year	Deductions during the year	As At 31-03-2017	As At 31-03-2017
	<b>Tangible Assets</b>									
<b>1</b>	Land	46,023,418	-	-	46,023,418	-	-	-	-	46,023,418
		-	-	-	-	-	-	-	-	-
<b>2</b>	Building	55,712,308	-	-	55,712,308	809,609.22	2,573,833	-	3,383,443	52,328,865
		-	-	-	-	-	-	-	-	-
<b>3</b>	Office	2,469,362	270,570	-	2,739,932	561,689	508,298	-	1,069,987	1,669,945



	Equipments									
		507,428	433,786	-	941,214	186,745	127,079	-	313,824	627,390
4	Furniture & Fixtures	3,961,386	544,588	-	4,505,974	353,441	415,828	-	769,269	3,736,705
		637,491	3,323,895	-	3,961,386	82,731	270,710	-	353,441	3,607,945
5	Computer Equipments	1,458,489	697,462	-	2,155,951	513,680	505,786	-	1,019,466	1,136,485
		447,161	1,011,328	-	1,458,489	280,427	233,253	-	513,680	944,809
6	Vehicles	4,443,099	8,673,302	-	13,116,401	1,919,789	811,640	-	2,731,430	10,384,971
		3,784,806	658,293.00	-	4,443,099	1,453,215	466,574	-	1,919,789	2,523,310
7	Plant & Machinery	35,198,787	21,262,540	-	56,461,327	2,398,324	2,998,725	-	5,397,049	51,064,278
		3,919,715	31,279,072	-	35,198,787	379,122	2,019,202	-	2,398,324	32,800,463
	<b>Total</b>	<b>149,266,849</b>	<b>31,448,462</b>	-	<b>180,715,311</b>	<b>6,556,533</b>	<b>7,814,111</b>	-	<b>14,370,644</b>	<b>166,344,667</b>
	<b>Previous Year</b>	<b>9,296,601</b>	<b>36,706,374</b>	-	<b>46,002,975</b>	<b>2,382,240</b>	<b>3,116,819</b>	-	<b>5,499,059</b>	<b>40,503,916</b>
SR NO.	PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK
		As At	Additions	Deductions	As At	Upto	Provided	Deductions	As At	As At
		01-04-2016	during the year	during the year	31-03-2017	31-03-2016	for the year	during the year	31-03-2017	31-03-2017
	<b>Intangible Assets</b>									
1	Software	110,000.00	1,197,245	-	1,307,245	-	279,314	-	279,314	1,027,931
		-	110,000	-	110,000	-	2,195	-	2,195	107,805
	<b>Total</b>	<b>110,000.00</b>	<b>1,197,245</b>	-	<b>1,307,245</b>	-	<b>279,314</b>	-	<b>279,314</b>	<b>1,027,931</b>
	<b>Previous Year</b>	-	<b>110,000</b>	-	<b>110,000</b>	-	<b>2,195</b>	-	<b>2,195</b>	<b>107,805</b>

#### Note 12.1 CAPITAL WORK IN PROGRESS

PARTICULARS	As at 31-03-2017	As at 31-03-2016
<b>Capital Work in Progress</b>		
<b>Building</b>	<b>8,640,280</b>	<b>1,614,739</b>
<b>Office Equipments</b>	<b>83,270</b>	-
<b>Furniture &amp; Fixture</b>	<b>544,599</b>	-
<b>Plant &amp; Machinery</b>	<b>34,903,889</b>	-
<b>Project Development Expenditure</b>		
<b>Wages Expense</b>	<b>5,566,996</b>	<b>826,963</b>
<b>Electric Expense</b>	<b>749,187</b>	<b>185,070</b>
<b>Interest Expense</b>	<b>1,604,394</b>	-
	<b>52,092,615</b>	<b>2,626,772</b>

**Note 13 LONG TERM LOANS AND ADVANCES**  
(Unsecured, considered Good)

(In Rupees)

PARTICULARS		AS AT 31-03-2017	AS AT 31-03-2016
(1)	Security Deposits	1,850,571	1,010,625
(2)	Balance with Government Authorities		
	Advance Payment of Income Tax (Including TDS)	13,959,127	4,067,568
(3)	Prepaid Expenses	-	-
(4)	Loans and Advances to employees (Refer Note Below)	-	41,500
(5)	Other Loans and Advances		
	(i) Advance to suppliers	1,858	4,658
	(ii) Others	-	-
		15,811,556	5,124,351

**Note 14 INVENTORIES** (Valued at lower of cost and net realizable value)

( In Rupees)

PARTICULARS		AS AT 31-03-2017	AS AT 31-03-2016
(i)	Raw Materials	132,084,375	100,852,891
(ii)	Finished goods	251,492,231	162,498,567
		383,576,606	263,351,458

**Note 15 TRADE RECEIVABLES**

( In Rupees)

PARTICULARS		AS AT 31-03-2017	AS AT 31-03-2016
(1)	Receivables outstanding for a period less than six months from the date they are due for payment		
	Unsecured, considered good	390,512,856	311,601,496
(2)	Receivables outstanding for a period exceeding six months from the date they are due for payment		
	Unsecured, considered good	45,430,352	6,556,021
		435,943,208	318,157,517

**Note 16 CASH AND BANK BALANCES**

( In Rupees)

<b>PARTICULARS</b>	<b>AS AT 31-03-2017</b>	<b>AS AT 31-03-2016</b>
<b>Cash &amp; Cash Equivalents</b>		
(i) Balances with Local banks		
- In Current Account	261,000	2,063,168
- In EEFC Account	8,433,351	11,583,353
(ii) Cash on hand	1,777,124	1,425,649
<b>Other Bank Balance</b>		
- In Fixed Deposit Account (Due after 3 months but within 12 Months)	250,000	4,040,000
	<b>10,721,475</b>	<b>19,112,170</b>

**Note 17 SHORT TERM LOANS AND ADVANCES**

(Unsecured, considered Good)

( In Rupees)

<b>PARTICULARS</b>	<b>AS AT 31-03-2017</b>	<b>AS AT 31-03-2016</b>
(1) <b>Security Deposits</b>	-	739,791
(2) <b>Balance with Government Authorities</b>		
Vat Receivable	65,589	-
Customs Duty	82	-
(3) <b>Prepaid Expenses</b>	2,273,082	2,743,815
(4) <b>Loans and Advances to employees (Refer Note Below)</b>	1,497,030	1,666,444
(5) <b>Other Loans and Advances</b>		
(i) Advance to suppliers	35,965,660	72,154,897
(ii) Others	45,019	653,722
	<b>39,846,462</b>	<b>77,958,668</b>

**Note 18 OTHER CURRENT ASSETS**  
(Unsecured, considered Good)

(In Rupees)

<b>PARTICULARS</b>	<b>AS AT 31-03-2017</b>	<b>AS AT 31-03-2016</b>
Interest Accrued but not due	14,293	138,591
Others - Service Tax Claim Receivable	308,267	263,701
Others - Interest Subsidy Receivable	6,504,967	-
	<b>6,827,527</b>	<b>402,292</b>

**Note 19 REVENUE FROM OPERATIONS**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
(a) Sale of Products (Net of VAT)	1,835,887,607	1,743,540,274
(b) Jobwork Income	35,822	-
(c) Other Operating revenue		
(i) Duty drawback	48,978,330	46,323,978
(ii) Export incentive	17,700,709	33,592,093
(ii) Service tax (Duty Drawback) income	1,645,958	1,684,899
	<b>1,904,248,426</b>	<b>1,825,141,244</b>

**Note 20 OTHER INCOME**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
(a) Interest Income		
- Interest on FD	81,701	1,638,163
(b) Prior Period Income	-	1,463,051
(c) Foreign Exchange Profit /Loss	5,345,422	4,712,934
(d) Other Income	1,923,012	62,574
(e) Excess Provision written back	1,270,010	-
(f) Interest Subsidy	6,504,967	-
	<b>15,125,112</b>	<b>7,876,722</b>

**Note 21 COST OF MATERIALS CONSUMED**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
Opening Stock of Raw material	100,852,891	105,431,081
<b>Add : Purchases of raw material (including incidental expenses)</b>	1,260,056,704	103,208,141
<b>Add : Processing and Packing Charges</b>	4,004,611	159,601,194
<b>Less : Transferred to Finished/ Traded Goods</b>	-	93,701,722
<b>Less : Closing stock of raw material</b>	132,084,375	100,852,891
	<b>1,232,829,831</b>	<b>173,685,802</b>

**Note 22 PURCHASES OF STOCK-IN-TRADE**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
(i) Finished/Traded Goods	500,807,151	1,375,958,537
<b>Add : Transferred from Raw Material</b>	-	93,701,722
	<b>500,807,151</b>	<b>1,469,660,259</b>

**Note 23 CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
Opening stock of finished / traded goods	162,498,567	125,236,758
<b>Less : Closing stock of finished / traded goods</b>	251,492,231	162,498,567
	<b>(88,993,664)</b>	<b>(37,261,808)</b>

**Note 24 EMPLOYEE BENEFIT EXPENSE**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
(i) Salaries, wages and bonus expenses	46,381,184	35,345,704
(ii) Staff welfare expenses	998,493	852,780
(iii) Contribution to Gratuity and other funds	2,331,083	434,254
	<b>49,710,760</b>	<b>36,632,738</b>

**Note 25 FINANCE COSTS**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
(a) Interest expense		40,205,314
- Interest on Term Loan	5,893,507	
- Interest on Car Loan	94,827	
- Interest on Working Capital Loan	35,346,932	
- Interest on Statutory Defaults	41,361	
(b) Bank charges and Other borrowing costs	4,484,285	3,284,719
	<b>45,860,912</b>	<b>43,490,033</b>

**Note 26 OTHER EXPENSES**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
a) Transportation Charges	5,236,032	6,212,457
b) Power and Fuel	1,463,731	1,515,503
c) Rent	2,276,791	1,046,404
d) Repairs & Maintenance	1,739,938	2,342,488
e) Donation (other than Political)	794,100	141,000
f) Freight Expense	5,340,228	3,774,592
g) Insurance	7,201,675	2,619,867
h) Rates and Taxes (Excluding Taxes on Income)	2,636,845	2,228,326
i) Communication Charges	733,188	508,638
j) Printing & Stationary	352,600	183,774
k) Packing Expenses	707,646	44,940

l)	Document & Stamping Charges	367,770	1,140,936
m)	Postage and Courier Expenses	4,269,995	3,001,349
n)	Labour Charges	766,630	643,694
o)	Licence Fee and Registration Charges	563,605	858,592
p)	Clearing & Forwarding Charges	7,463,087	8,952,292
q)	Commission Expense	68,167,188	74,425,143
r)	Business Promotion Expense	135,660	703,446
s)	Professional Fees	4,669,743	2,249,836
t)	Travelling & Conyenace Expenses	3,574,515	3,511,823
u)	Bad debts written off	-	-
v)	Security Expense	1,087,146	942,506
w)	Payment to Auditors		
	(i) Audit Fees	45,000	45,000
	(ii) Taxation matters	3,800	26,250
	(iii) Other services (Including Certification)	14,500	117,500
		63,300	188,750
x)	Office Expenses	538,565	541,424
y)	Membership & Subscription	174,558	96,170
z)	Miscellaneous Expenses	1,213,492	949,204
aa)	Loss on Sale of Fixed Assets	-	-
		<b>121,538,027</b>	<b>118,823,153</b>

**Note 27 TAX EXPENSE**

(In Rupees)

PARTICULARS		For the year ended 31st March 2017		For the year ended 31st March 2016	
<b>(1)</b>	<b>Current Tax</b>				
	Current Income Tax	14,858,000		5,400,000	
	Adjustment of earlier years	105,069	14,963,069	-	5,400,000
<b>(2)</b>	<b>Deferred Tax</b>		683,975		1,720,626
			<b>15,647,044</b>		<b>7,120,626</b>

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:

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
Profit/(loss) for calculation of basic and diluted EPS	33,880,052	16,690,675
Weighted average number of equity shares in calculating basic EPS (*)	8,708,100	8,708,100
Face value of equity shares	10	10
Basic Earning per share (In Rupees)	3.89	1.92
Diluted Earning per share (In Rupees)	3.89	1.92

(\*) 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 earning per share of the Company remain the same.

**Note 28 RELATED PARTY DISCLOSURES**

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

<b>Associate Entities</b>	Jagdish M Vora HUF Padamshree Globe Tradelink Pvt Ltd
<b>Key Management Personnel</b>	Mr. Bhavik Parikh Mr. Nilay Vora Mr. Bhavin Parikh
<b>Relatives of Key Management Personnel with whom transactions done during the year</b>	Guniben Vora Purvi B Parikh Shraddha B Parikh



<b>Enterprises Owned or controlled by Key Management personnel and/or their Relatives (With whom transactions have taken place)</b>	Jagdish M Vora HUF
	Kunthunath Impex LLP (Formerly Parikh Impex Pvt. Ltd.)
	Padamshree Globe Textiles Pvt. Ltd
	Globe Texfeb LLP
	Ajitnath Arcade Pvt. Ltd.
	Parikh Hathisingh Ujamchand Sarvajanik Sakhawati Trust

**b) Related Party Transactions**

(In Rupees)

Sr No	Particulars	For the year ended 31st March 2017	For the year ended 31st March 2016
	<b>Key Management Personnel</b>		
<b>1</b>	<b>Mr. Nilay Vora</b>		
	Salary, Bonus	725,172	765,863
	Reimbursement of expenses	89,898	408,070
	Shares Allotted towards bonus shares	12,040,000	
	Funds given	-	580,163
	Funds received	73,805	-
	Balance Outstanding	9,28,036 Dr	4,92,112 Dr
<b>2</b>	<b>Mr. Bhavik Parikh</b>		
	Salary, Bonus	2,342,582	2,314,500
	Reimbursement of expenses	-	35,362
	Shares Allotted towards bonus shares	8,901,600	-
	Funds given	3,725,000	1,030,000
	Funds received	8,510,802	1,200,000
	Balance Outstanding	51,83,808 Cr	1,35,228 Cr
<b>3</b>	<b>Mr. Bhavin Parikh</b>		
	Salary, Bonus	666,915	-
	Reimbursement of expenses	364,390	-
	Shares Allotted towards bonus shares	11,610,800	-
	Balance Outstanding	1,91,492 Cr	-
	<b>Relatives of Key Management Personnel with whom transactions done during the year</b>		

<b>1</b>	<b>Ms. Guniben Vora</b>		
	Funds Given	-	-
	Balance Outstanding	-	-
<b>2</b>	<b>Ms. Shraddha B Parikh</b>		
	Shares Allotted towards bonus shares	5,805,400	-
	Balance Outstanding	-	-
<b>3</b>	<b>Ms. Purvi B Parikh</b>		
	Shares Allotted towards bonus shares	5,805,400	-
	Balance Outstanding	-	-
	<b>Associate Entities</b>		
<b>1</b>	<b>Jagdish Vora HUF</b>		
	Funds Given	-	-
	Balance Outstanding	-	-
<b>2</b>	<b>Padamshree Globe Tradelink Pvt Ltd</b>		
	Funds Given	-	6,509
	Funds Received	-	906,500
	Balance Outstanding	-	-
<b>3</b>	<b>Globe Texfeb LLP</b>		
	Purchase	34,812,712	-
	Balance Outstanding	-	-
<b>4</b>	<b>Parikh Hathisingh Ujamchand Sarvajanik Sakhawati Trust</b>		
	Donation Given	900,000	-
	Balance Outstanding	-	-
<b>5</b>	<b>Kunthunath Impex LLP (Formerly Parikh Impex Pvt. Ltd.)</b>		
	Sales	48,902,138	-
	Purchase	486,235	-
	Balance Outstanding	48415903 Dr	-

**Note 29 GRATUITY**

**a) Net employee benefit expense recognized in the employee cost**

<b>Particulars</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
Service cost	342,629	270,834
Interest cost	93,469	59,148
Actuarial losses/(gains) recognised in the period	1,008,197	104,272
Past service cost	-	-
<b>Net benefit expense</b>	<b>1,444,295</b>	<b>434,254</b>

**b)**

<b>Particulars</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
Balance Sheet		
Benefit Asset/Liability		
Present value of defined benefit obligations	2,649,199	1,204,904
Fair value of plan assets	-	-
<b>Net Liability/ (Asset)</b>	<b>2,649,199</b>	<b>1,204,904</b>
<b>Current Liability</b>	<b>152,279</b>	<b>24,688</b>
<b>Non-Current Liability</b>	<b>2,496,920</b>	<b>745,962</b>

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

<b>Particulars</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
Opening defined benefit obligation	1,204,904	770,650
Current service cost	342,629	270,834
Interest cost	93,469	59,148
Past service cost	-	-
Actuarial losses/(gains)	1,008,197	104,272
<b>Closing defined benefit obligation</b>	<b>2,649,199</b>	<b>1,204,904</b>

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 2017	For the year ended 31st March 2016
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 2017	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	7.15%	7.80%
Salary Growth	8.00%	6.00%
Expected Rate of Return	NA	NA
Withdrawal Rates	15% at younger ages reducing to 3% at older ages	5% at younger ages reducing to 1% at older ages
Retirement Age	58 years	58 years

Seniority, promotion and other relevant factors such as supply.

#### Note 29 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) These being special purpose interim financial statements, may not contain all the disclosures as required under the prescribed provisions of the Companies Act, 2013

**d) Contingent liabilities not provided for:**

	(In Rupees)	
	AS AT 31-03-2017	AS AT 31-03-2016
Disputed TDS Demand	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	45,807,240	19,111,440

**Note 31 OTHER STATUTORY INFORMATION**

**DETAILS OF GOODS Detail of goods sold**

PARTICULARS		(In Rupees)	
		For the year ended 31st March 2017	For the year ended 31st March 2016
	<b>Finished/Traded Goods Sold</b>		
	Textile Products	1,849,381,383	1,782,438,022
		<b>1,849,381,383</b>	<b>1,782,438,022</b>

**Detail of raw material consumed**

PARTICULARS		(In Rupees)	
		For the year ended 31st March 2017	For the year ended 31st March 2016
	Textile Products	1,187,238,149	132,639,602
		<b>1,187,238,149</b>	<b>132,639,602</b>

**Detail of purchase of finished/traded goods**

PARTICULARS		(In Rupees)	
		For the year ended 31st March 2017	For the year ended 31st March 2016
	Textile Products	500,807,151	1,469,660,259
		<b>500,807,151</b>	<b>1,469,660,259</b>

**Details of Inventory**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
<b>Raw Materials</b>		
Textile Products	132,084,375	100,852,891
	<b>132,084,375</b>	<b>100,852,891</b>
<b>Finished/Traded Goods</b>		
Textile Products	251,492,231	162,498,567
	<b>251,492,231</b>	<b>162,498,567</b>

**VALUE OF IMPORTS CALCULATED ON CIF BASIS**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
<b>Purchase of Goods</b>	<b>5,765,785</b>	<b>3,146,105</b>
<b>Purchase of Capital Goods</b>	<b>39,761,788</b>	<b>10,753,944</b>

**EXPENDITURE IN FOREIGN CURRENCY (ACCRUAL BASIS)**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
<b>Foreign Bank Charges</b>	<b>1,791,763</b>	<b>1,844,587</b>
<b>Agent Commission</b>	<b>68,167,188</b>	<b>74,425,143</b>
	<b>69,958,951</b>	<b>76,269,730</b>

**EARNINGS IN FOREIGN CURRENCY (ACCRUAL BASIS)**

(In Rupees)

<b>PARTICULARS</b>	<b>For the year ended 31st March 2017</b>	<b>For the year ended 31st March 2016</b>
<b>Export of goods on F.O.B basis</b>	<b>934,386,902</b>	<b>1,014,784,198</b>
	<b>934,386,902</b>	<b>1,014,784,198</b>

**Note 32 DISCLOSURE ON SPECIFIED BANK NOTE**

<b>PARTICULARS</b>	<b>SBN</b>	<b>Other</b>	<b>Total</b>
Closing cash balance in hand as on 08.11.2016	1,050,000	1,478,979	2,528,979
Permitted receipt	-	191,744	191,744
Permitted payment	-	617,985	617,985
Withdrawn from Bank	-	174,000	174,000
Deposited in Bank	1,050,000	-	1,050,000
Closing cash balance in hand as on 30.12.2016	-	1,226,738	1,226,738

**NOTE 33 PREVIOUS YEAR FIGURES**

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

In terms of our report attached.

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

**Nilay Vora**  
Whole Time Director  
DIN:02158990

**Yash Shah**  
Company Secretary  
M. No : 49578

**Bhavin Parikh**  
CFO

Place : Ahmedabad

Date : 22/05/2017

**GLOBE TEXTILES (INDIA) LIMITED**

CIN : U65910GJ1995PLC027673

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](mailto:cs@globetextiles.net) web:- [www.globetextiles.net](http://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]

**22nd Annual General Meeting – Saturday, 30th September, 2017 at 11.30 A.**

CIN : U65910GJ1995PLC027673

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 : U65910GJ1995PLC027673

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](mailto:cs@globetextiles.net) web:- [www.globetextiles.net](http://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 Saturday 30th day of September, 2017 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 22nd Annual general meeting of the company, to be held on the Saturday, 30th September, 2017 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, 2017 Statement of Profits & Loss and together with Cash Flow Statement and Notes forming part thereto (“Financial Statement”) for the year ended on 31st March, 2017 and Report of the Board of Directors and Auditors thereon.
2.      To appoint a Director in place of Shri Nilay J. Vora (DIN: 02158990) who retires by rotation and being eligible, offers himself for re-appointment.
3.      To ratify the appointment of Statutory Auditors of the Company and fix their remuneration.
4.      To appoint Mr. Mohnish Harbans Bhalla (DIN: 00221254) as an Independent Director of the Company.
5.      To appoint Mr. Bharatbhai Samjibhai Patel (DIN: 00243783) as an Independent Director of the Company.
6.      Approval of Related Party Transactions.

Signed this \_\_\_\_ day of \_\_\_\_\_ 2017

Signature of Member \_\_\_\_\_

Signature of Proxy holder(s) \_\_\_\_\_

Affix Revenue Stamp
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**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.