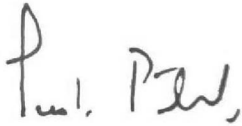






## FORM B

(Pursuant to Clause 31(a) of Listing Agreement)

### Format of covering letter of the Annual Audit Report to be filed with the Stock Exchange

1.	Name of the company	Sanrhea Technical Textiles Limited
2.	Annual Financial Statements for the year ended	31 <sup>st</sup> March, 2015
3.	Type of Audit Qualification	Qualified
4.	Frequency of Qualification	Repetitive
5.	Draw attention to relevant notes in the Annual Financial Statements and management response to the qualification in the Directors Report:	<p><b>Adverse Remark in Auditor's Report:</b> In our opinion amount of Rs. 3,89,457/- for diminution in value of long term quoted investments requires provision of identical amount (Refer note no. 25.3).</p> <p><b>Director's Statement on the same:</b> The observations of the auditors are explained where ever necessary in appropriate notes to the Accounts and needs no further explanation. However, your directors wish to inform you that diminution in the value of investment is of short term nature and therefore, no provision has been made.</p>
6.	Additional comments from the Board/ Audit Committee Chair:	-
7.	To be signed by:	
	Managing Director	
	CFO	
	Audit Committee Chairman	
	Auditor of the Company	

**32<sup>nd</sup>**  
**Annual**  
**Report**  
**2014-2015**

***SANRHEA***  
***TECHNICAL TEXTILES LIMITED***

# MANAGEMENT SYSTEM CERTIFICATE

Certificate No:  
180807-2015-AQ-IND-RvA

Initial certification date:  
26, June, 2012

Valid:  
26, June, 2015 - 25, June, 2018

This is to certify that the management system of

## **Sanrhea Technical Textiles Ltd.**

2891, Dr. Ambedkar Road, Near G E B, Kalol - 382 721, Gujarat, India

has been found to conform to the Quality Management System standard:

**ISO 9001:2008**

This certificate is valid for the following scope:

**Manufacture and supply of industrial woven fabrics**

Place and date:  
**Chennai, 19, June, 2015**



The RvA is a signatory to the IAF MLA

For the issuing office:  
**DNV GL – Business Assurance  
ROMA, No. 10, GST Road, Alandur,  
Chennai, PIN - 600 016, India**

**Sivadasan Madiyath**  
Management Representative

Lack of fulfilment of conditions as set out in the Certification Agreement may render this Certificate invalid.

ACCREDITED UNIT: DNV GL Business Assurance B.V., ZWOLSEWEG 1, 2994 LB, BARENDRECHT, NETHERLANDS. TEL: +31 10 292 2689. www.dnvba.com

**SANRHEA TECHNICAL TEXTILES LIMITED**

**ANNUAL REPORT 2014-2015**

**Board of Directors** : Shri Tushar Patel (Managing Director)  
Smt Tejal Patel (Director)  
Shri Vimal Ambani (Director)  
Shri Ishwarbhai Patel (Director)  
Shri Miten Mehta (Director)  
Shri G. Ravishankar (Director) (Technical Director)  
Shri Rashmikant Raval (Director)

**Company Secretary** : Shri Dhawal Jadhav

**Bankers** : United Bank of India

**Auditors** : Kantilal Patel & Co.  
Chartered Accountants  
(A Member of Polaris Intl., USA)  
202, Paritosh, Usmanpur,  
Ahmedabad - 380013

**Registered Office** : Parshwnath Chambers, 2<sup>nd</sup> Floor,  
Near New RBI Building, Income Tax,  
Ashram Road, Ahmedabad - 380 014.

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## Annual Report 2014-2015

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### NOTICE

NOTICE is hereby given that the 32<sup>st</sup> Annual General Meeting of the members of the Company will be held on 30/09/2015 at 10.00 a.m. at Parshwanath Chambers, 2nd Floor, near. New RBI Building, Income tax, Ashram Road, Ahmedabad-380 014 to transact the following business

#### ORDINARY BUSINESS:

- (1) To receive, consider and adopt the Audited Profits & Loss Account for the financial year ended on 31<sup>st</sup> March, 2015 and Balance Sheet as at that date and Report of the Board of Directors and Auditors thereon.
- (2) To appoint a Director in place of Mr. Miten Mehta, (holding DIN 00929483), who retires by rotation and being eligible, offers himself for Re-appointment.
- (3) To appoint Auditors of the Company to hold office from the conclusion of this Annual General meeting and to authorize the Board of Directors to fix their remuneration. In this context, to consider and if thought fit to pass with or without modifications following as an ordinary resolutions.

**"RESOLVED THAT** M/s. Kantilal Patel & Co., Chartered Accountants [Firm Registration No: 104744W] be and are hereby appointed as Auditors of the Company to hold office from the conclusion of this Annual General Meeting on such remuneration as may be decided by the Board of Directors of the Company."

#### SPECIAL BUSINESS:

- (4) **To consider and if thought fit, to pass, with or without modification(s), the following resolutions as an Ordinary Resolutions:**

**"RESOLVED THAT** Mr Rashmikant Babulal Raval (holding DIN 00154828) who was appointed as an Additional Director with effect from September 30, 2014 on the Board of the Company pursuant to provisions of sections 161 and other applicable provisions of the Companies Act, 2013 and Rules made there under ( including any statutory modification(s) or re-enactment thereof for the time being in force) read with schedule IV to the companies act, 2013 and relevant article of Article of Association of the Company who retires at the annual General Meeting and in respect of whom the company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as an Independent Director of the Company for a consecutive period of five years with effect from 28<sup>th</sup> September, 2015 to 27<sup>th</sup> September, 2020."

- (5) **To consider and if thought fit, to pass, with or without modification(s), the following resolutions as an Ordinary Resolutions:**

**"RESOLVED THAT** Mrs Tejal Tushar Patel (holding DIN 01130165) who was appointed as an Additional Director with effect from February 13, 2015 on the Board of the Company pursuant to provisions of sections 161 and other applicable provisions of the Companies Act, 2013 and Rules made there under ( including any statutory modification(s) or re-enactment thereof for the time being in force) read with schedule IV to the companies act, 2013 and relevant article of Article of Association of the Company who retires at the annual General Meeting and in respect of whom the company has received a notice in writing from a member proposing his candidature for the office of Director, be and is hereby appointed as non-executive Director of the Company for a consecutive period of five years with effect from 28<sup>th</sup> September, 2015 to 27<sup>th</sup> September, 2020."

**On behalf of the Board**

**Date : 29/05/2015**  
**Place : Ahmedabad**

**TUSHAR PATEL**  
**(DIN 00031632)**  
**MANAGING DIRECTOR**

### Notes:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and such a proxy need not be a member of the Company.
2. All valid proxies must be deposited at the Regd. Office of the company at least 48 hours before the commencement of the meeting.
3. Members are requested to bring their copies of Annual Report to the meeting.
4. Register of members and share transfer books of the company will remain closed from 26/09/2015 to 29/09/2015 (both days inclusive)
5. Electronic copy of the annual report and the notice of the Annual General Meeting of the Company inter alia indicating the process and manner of e-voiting along with attendance slip and proxy form are being sent to all the members whose email IDs are registered with the company/ Depository Participants(s) for communications purposes, unless any member has requested for a hard copy for the same. For members who have not registered their email address, physical copies of the above documents are being sent in the permitted mode.
6. The Securities Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are therefore requested to submit the PAN to their DP with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the company.
7. At this Annual General Meeting Mr. Miten Mehta retires by rotation and being eligible offers himself for reappointment. As required under clause 49 of the listing Agreement with the Stock Exchanges, given below is the details of the above director to be appointed/reappointed as Director of the Company.

Shri Miten Mehta aged 49 years is a Commerce Graduate from Mumbai. He joined the Board in 2003 as a director and was appointed as Chairman of Audit Committee. He carries with him rich knowledge and expertise in Finance, Accounts, Stock Markets and other commercial aspects. He is actively associated with stock market and finance Activities since last more than 22 years. Apart from being director on Bellwether Capital Pvt Ltd, he does not have any directorship or membership in any other committee of any other company.

8. **In compliance with provisions of section 108 of the companies act, 2013 company is pleased to offer e-voiting facility to all the shareholders of the company.**

### **The instructions for members for voting electronically are as under:-**

- In case of members receiving e-mail:
- Log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com)
- Click on "Shareholders" tab.
- Now Enter your User ID
- For CDSL: 16 digits beneficiary ID,
- For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
- Members holding shares in Physical Form should enter Folio Number registered with the Company.
- Next enter the Image Verification as displayed and Click on Login.
- If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.

## Annual Report 2014-2015

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- If you are a first time user follow the steps given below:

	For Members holding shares in Demat Form and Physical Form
PAN*	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the last 8 digits of the demat account/folio number in the PAN field. In case the folio number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with folio number 100 then enter RA00000100 in the PAN field.
DOB	Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details	Enter the Dividend Bank Details as recorded in your demat account or in the company records for the said demat account or folio. Please enter the DOB or Dividend Bank Details in order to login. If the details are not recorded with the depository or company please enter the number of shares held by you as on the cut off date in the Dividend Bank details field.

- After entering these details appropriately, click on "SUBMIT" tab.  
Members holding shares in physical form will then reach directly the Company selection screen.
- However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field.
- Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

**For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.**

- Click on the EVSN for the Arms Paper Limited, on which you choose to vote.
- On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- If Demat account holder has forgotten the changed password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

**Institutional Shareholders:**

Institutional shareholders (i.e. other than Individuals, HUF, NRI etc.) are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.

They should submit a scanned copy of the Registration Form bearing the stamp and sign of the entity to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

After receiving the login details they have to create a user who would be able to link the account(s) which they wish to vote on.

The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.

They should upload a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, in PDF format in the system for the scrutinizer to verify the same.

**In case of members receiving the physical copy:**

Please follow all steps from sl. no. (i) to sl. no. (xvi) above to cast vote.

The voting period begins on 27<sup>th</sup> September, 2015 (9.00 am) and ends on 29<sup>th</sup> September, 2015 (5.00 pm). During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 23<sup>rd</sup> September 2015, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

The voting rights of shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 30th August, 2015.

Mr. Ashish Doshi (Company Secretaries), TF/1, Anison Bldg, 3<sup>rd</sup> Floor, State Bank of India Lane, Swastik Soc., Nr. Stadium Circle, C. G.Road Navrangpura, Ahmedabad - 380009 has been appointed as the Scrutinizer to scrutinize the e-voting process (including the physical ballots received from members who don't have access to the e-voting process) in a fair and transparent manner.

The Scrutinizer shall within a period not exceeding three (3) working days from the conclusion of the e-voting period unblock the votes in the presence of at least two (2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.

The Results shall be declared on the date of AGM of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website [www.sanrhea.com](http://www.sanrhea.com) and on the website of CDSL within two(2) days of passing of the resolutions at the AGM of the Company and communicated to the BSE Limited.



## Annual Report 2014-2015

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### EXPLANTORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 1956

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#### ITEM NO: 4

Mr Rashmikant Babulal Raval (holding DIN 00154828) was appointed as an Additional Director by the Board of Director w.e.f. September 30, 2014 in accordance with the provisions of Section 152 (2) of the Companies Act, 2013 and relevant article of Article of Association of the Company.

Pursuant to Section 161 of the Companies Act, 2013 the above director holds office up to the date of the ensuing Annual General Meeting. In this regard the Company has received request in writing from a member of the company proposing his candidature for appointment as Director of the Company in accordance with the provisions of Section 149, 150, 152 and all other applicable provisions of the Companies Act, 2013. The Board feels that presence of Mr. Rashmikant B Raval on the Board is desirable and would be beneficial to the company.

The Board recommends the Resolution at Item no. 4 of the notice for the approval of the shareholders by a ordinary resolution.

None of the Directors and Key Managerial Personnel of the Company or their relatives is concerned or interested in the Resolution mention at Item No. 5 of the notice, except Mr Rashmikant Babulal Raval is concerned or interested in this resolution.

#### ITEM NO: 5

Mrs Tejal Tushar Patel (holding DIN 01130165) was appointed as an Additional Director by the Board of Director w.e.f. February 13<sup>th</sup>, 2015 in accordance with the provisions of Section 152 (2) of the Companies Act, 2013 and relevant article of Article of Association of the Company.

Pursuant to Section 161 of the Companies Act, 2013 the above director holds office up to the date of the ensuing Annual General Meeting. In this regard the Company has received request in writing from a member of the company proposing her candidature for appointment as Director of the Company in accordance with the provisions of Section 149, 150, 152 and all other applicable provisions of the Companies Act, 2013. The Board feels that presence of Mrs Tejal Tushar Patel on the Board is desirable and would be beneficial to the company.

The Board recommends the Resolution at Item no. 5 of the notice for the approval of the shareholders by a ordinary resolution.

None of the Directors and Key Managerial Personnel of the Company or their relatives is concerned or interested in the Resolution mention at Item No. 5 of the notice, except Mrs Tejal Tushar Patel is concerned or interested in this resolution.

**On behalf of the Board**

**Date : 29/05/2015**  
**Place : Ahmedabad**

**TUSHAR PATEL**  
**(DIN 00031632)**  
**MANAGING DIRECTOR**

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**DIRECTOR'S REPORT**
**Dear Members:**

Your Directors have pleasure in presenting the 32<sup>nd</sup> Annual Report together with the Audited Accounts of the Company for the year ended on 31st March, 2015.

**FINANCIAL RESULTS:**

	<b>2014-2015</b> <b>(₹lacs)</b>	<b>2013-2014</b> <b>(₹lacs)</b>
<b>Sales &amp; Other Income</b>	3275.28	2772.23
<b>Gross Profit/(Loss)</b>	243.08	139.78
<b>Less :</b> Depreciation	72.24	78.08
Finance Charges	136.95	118.03
Provision For Taxation	5.01	-
<b>Net Profit</b>	<b>28.88</b>	<b>(56.33)</b>
Balance of P&L Account B/F	105.66	161.99
Employees Benefits written Back	-	-
Less: Carrying Value of Fixed Asset	(0.64)	-
<b>Appropriation:</b>		
Transfer to General Reserve	-	-
<b>Balance of Profit/Loss Carried Forward</b>	<b>133.89</b>	<b>105.66</b>

**DIVIDENDS :**

Yours directors have not proposed any dividend on Equity Shares of the company, on the ground that the company have overcome from the past losses but looking at the upcoming uncertainty directors recommended to conserve the profit for future events.

**OPERATIONS :**

During the year Sales and Other Income (Gross) has increased from ₹3101.18 lacs to ₹ 3663.25 lacs whereas the company has earned Gross Profit of ₹243.08 lacs against previous years Gross Profit. of ₹ 139.78 lacs. After Depreciation of ₹72.24 lacs, Finance Charges of ₹136.95 lacs and Provision for Taxation of ₹5.01 lacs, the company has incurred profit of ₹ 28.88 lacs. As you would observe, the company has made a turnaround vis-à-vis the previous year and had not only increased its top line substantially, but has also come back into the black. This has been pretty much been contributed on account of the change in the sentiment of the industry and the gradual implementation of the positive steps taken by the new government. Though the first half of the year was slow the turnaround started showing its positive effects from Sep 2014.

However, with the positive attitude and strong mandate of the new government, we envisage a big turnaround of the economy, and the first reflections of the same would be felt by companies linked directly or indirectly with the infrastructure growth of the contrary. The Directors of the company are confident of not only a turnaround in the coming year, but see a strong prospect of growth.

## Annual Report 2014-2015

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### MANAGEMENT DISCUSSION AND ANALYSIS ON STRATEGY, OUTLOOK AND MARKET :

The company continues its stand on establishing at least 30% of its sales in the Conveyor Belting segment in the offshore markets. The company has started exports to Conveyor Belt Manufacturers in Spain, Serbia and Philippines. The company is also actively pursuing establishing sales with the overseas plant of both Ms. Semperit and Continental, whose Indian plants are already being supplied by Sanrhea. The company is also actively pursuing and is in dialogue with Fenner Precision UK, as well as some companies in Turkey and Malaysia for establishing supplies of Specialised Fabrics.

As regard to the sales of the company's Chafer Fabric to various tyre companies, the companies product has been well establishes both at Apollo Tyres as well as BKT Tyres, and supplies have gradually been increasing. The company hopes that in the coming year it would be able to establish volume supplies to all the plants of Apollo as well as BKT in India, which would aggregate to a substantial volume. The company is also actively in the process of getting approvals at ATG Tyres as well as Ceat Ltd. Effects of this should be seen in the coming year, when the company would stand at establishing about 25-30 % of its volume towards this product category.

In the Square Woven Fabric segment, the Brake Diaphragm Fabrics manufactured by the company has seen a substantial growth with supplies now being established not only to Mega Rubber Technologies Ltd., but also to TVS Sundaram Industries and Roop Polymers Ltd. The total volume of this product category has also three folded. The company is also actively pursuing the possibility of exporting the same. As far as the other specialised fabrics are concerned, the company also sees a good growth potential in the various Inflatable Products market like Air Cells and Boats. With the positive implementation of policies in the Power, Automobile and Defence Sectors, the requirements of such fabrics should see a surge in the coming years.

The company, in the year participated in the Rubber Expo - India at New Delhi. This has helped the company in initiating dialogues with many new customers across its product categories.

### EXPANSION CUM DIVERSIFICATION :

The company, in the year has installed two additional TFO Twisters as well as Four more Rapier Weaving Machines and is waiting an additional two more looms. The company is also intending taking up an exercise to upgrade its Dipping Plant and Sectional Warping Machine. Implementation of all this will not only help increase the total output, but will also help establish higher quality standards, as required by the higher profile customers the company has decided to concentrate on for all future sales. The effects of this should start reflecting in the coming year.

### DIRECTORS & KEY MANAGERIAL PERSONNEL:

**Mr. Tushar Patel**, Managing Director & Chief Executive Officer [CEO] was re-appointed as a Managing Director by the board of directors at their meeting held on 29<sup>th</sup> May 2014, for a period of three years.

**Mr. Dhawal Jadhav**, Company Secretary holds the office of Key Managerial Personnel.

**Mr. Jasubhai Patel**, Chief Financial Officer [CFO] also holds the office of Key Managerial Personnel.

### DECLARATION OF INDEPENDENT DIRECTORS:

The Independent Directors have fulfilled the criteria of Independence as defined under section 149(6) of the companies act, 2013 and requisite declarations in terms of section 149(7) of the Act have been received.

**Mr. Miten Mehta**, Director of the company retires by rotation and being eligible for reappointment offers himself for reappointment

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

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are applicable to the Company and hence the Company has devised a 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.

#### **DIRECTORS' RESPONSIBILITY STATEMENT**

Your Directors hereby make the following statement in terms of Section 134 (3)(c) and 134 (5) of the Companies Act, 2013 with respect to Directors' Responsibility.

We confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) 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 ended 31st March, 2015 and of the profit of the Company for that period;
- (c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the Directors had prepared the annual accounts on a going concern basis;
- (e) 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;
- (f) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **CORPORATE GOVERNANCE**

The Company has been pro-active in following the principles and practices of good Corporate Governance.

Provision of clause 49 relating to Corporate Governance and Management Discussion & Analysis are not applicable to the company vide SEBI Circular No. CIR/CFD/POLICY CELL/7/2014 dated 15th September, 2014 and therefore, Corporate Governance report and Management Discussion & Analysis are not forming part of the Annual Report.

#### **FIXED DEPOSITS:**

Fixed Deposit from the shareholders as at the end of the accounting year aggregate to ₹ Nil. The company has adhered to rules and regulations as per Companies (Acceptance of Deposits) Rules and the Companies Act, 2013

#### **RELATED PARTY TRANSACTIONS**

All transactions entered by the Company with related parties were in the ordinary course of business and at Arm's Length basis. There are no materially significant related party transactions made by the Company with Promoters, Key Managerial Personnel or other designated persons which may have potential conflict with interest of the Company at large. The details of the transactions with related parties are given in the financial statements.

#### **BOARD MEETINGS**

During the year, four meetings of the Board of Directors were held.

## Annual Report 2014-2015

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### VIGIL MECHANISM/ WHISTLE BLOWER POLICY

The Company has adopted a Whistle Blower Policy, to provide a formal mechanism to the Directors and employees to report their concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct or ethics policy. The Policy provides for adequate safeguards against victimization of employees who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee. It is affirmed that no personnel of the Company has been denied access to the Audit Committee.

### REMUNERATION POLICY

The Company has adopted a Remuneration Policy for the Directors, Key Managerial Personnel and other employees, pursuant to the provisions of the Act and Clause 49 of the Listing Agreement.

### PARTICULARS OF EMPLOYEES AND REMUNERATION AND RELATED DISCLOSURES

The information required pursuant to Section 197 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company, will be provided upon request. In terms of Section 136 of the Act, the reports and accounts are being sent to the members and others entitled thereto, excluding the information on employees' particulars which is available for inspection by the members at the Registered office of the Company during business hours on working days of the Company up to the date of ensuing Annual General Meeting.

In terms of the provisions of Section 197 of the Companies Act, 2013 read with Rules 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, a statement showing the names and other particulars of the employees drawing remuneration in excess of the limits set out in the said Rules are provided in the Annexure forming part of the Annual Report.

Disclosures pertaining to remuneration and other details as required under Section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided in the Annexure forming part of the Annual Report.

Having regard to the provisions of Section 136(1) read with its relevant provision of the Companies Act, 2013, the Annual Report excluding the aforesaid information is being sent to the members of the Company. The said information is available for inspection at the Registered Office of the Company during working hours and any member interested in obtaining such information may write to the Company Secretary and the same will be furnished without any fee and free of cost.

### AUDITORS REPORT:

The observations of the auditors are explained where ever necessary in appropriate notes to the Accounts and needs no further explanation. However, your directors wish to inform you that diminution in the value of investment is of short term nature and therefore, no provision has been made.

### AUDITORS:

The auditors of the company M/s. Kantilal Patel & Co., Chartered Accountants [Firm Registration No: 104744W] retires and being eligible, offers themselves for reappointment.

### SECRETARIAL AUDITOR

The Company has appointed M/s. SPANJ & Associates, Company Secretaries to conduct Secretarial Audit for the financial year 2014-15. The Secretarial Audit Report for the financial year ended 31st March, 2015 is annexed with this report in Annexure-B.

### INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

Details of the same are provided in the Management Discussion and Analysis Report attached to this report.

The Internal Auditors reviews the efficiency and effectiveness of the systems and procedures. The Audit Committee approves and reviews the internal audit plan for the year.

**EXTRACT OF ANNUAL RETURN**

The details forming part of the extract of the Annual Return in form MGT-9 is annexed with this report in Annexure-C.

**INDUSTRIAL RELATIONS**

The employee relations have remained cordial throughout the year and industrial harmony was maintained. Measures for the safety, training and development of the employees continued to receive top priority. The Directors wish to place on record their appreciation of the valuable contribution made by the employees of the Company at all levels towards the performance and growth of the Company.

**PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

The company has not given any loans or guarantees covered under the provisions of Section 186 of the Companies Act, 2013. The details of the investments made by Company are given in the financial statements.

**BOARD EVALUATION**

Pursuant to the provisions of the Companies Act, 2013 and Clause 49 of the Listing Agreement, the Board has carried out an annual evaluation of its own performance, performance of the Directors as well as the evaluation of the working of its Committees.

The Nomination and Remuneration Committee has defined the evaluation criteria, procedure and time schedule for the Performance Evaluation process for the Board, its Committees and Directors. Directors were evaluated on aspects such as attendance and contribution at Board/ Committee Meetings and guidance/ support to the management outside Board/ Committee Meetings.

Areas on which the Committees of the Board were assessed included degree of fulfillment of key responsibilities, adequacy of Committee composition and effectiveness of meetings.

The performance evaluation of the Independent Directors was carried out by the entire Board, excluding the Director being evaluated. The performance evaluation of Non Independent Directors was carried out by the Independent Directors who also reviewed the performance of the Board as a whole. The Nomination and Remuneration Committee also reviewed the performance of the Board, its Committees and of the Directors.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, RESEARCH AND DEVELOPMENT, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information pertaining to conservation of energy, technology absorption, research and development, foreign exchange earnings and outgo as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of The Companies (Accounts) Rules, 2014 is given in the Annexure-A forming part of this Report.

**ACKNOWLEDGEMENT**

Your Directors would like to express their appreciation for the support extended by Bankers and Government Officers. Your Directors also place on record their deep appreciation of the services rendered by the Officers, staff and workers of the company at all levels. Your Directors also acknowledge the continued invaluable support extended by you - our shareholders- and the confidence that you have placed in the company.

**For & On behalf of the Board**

**Date : 29/05/2015**  
**Place : Ahmedabad**

**TUSHAR PATEL**  
**MANAGING DIRECTOR**

## Annual Report 2014-2015

### ANNEXURE TO DIRECTORES REPORT

Additional information as required under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 and Sec.217 (1) (e) of the Companies Act, 1956

#### A. CONSERVATION OF ENERGY:

- a) Measures taken : Energy Audit is regularly being carried out by the Professionals suggestions is implemented to conserve energy and reduce cost.
- b) Additional Investments and proposals, if any being implemented for reduction of energy consumption.

**NIL**

- c) Impact of the measures at (a) and (b) above and consequent impact on cost of production :  
Slowly and gradually cost of production is being reduced.
- d) Total energy consumption and energy consumption per unit of production :  
As per Form A annexed herewith.

**B. TECHNOLOGY ABSORPTION :** Details are provided in form 'B' annexed herewith.

#### C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

- a) **Activities relating to exports initiative taken to increase exports, development of new export plans:**

The company is in process of tapping overseas market and enquiries are being generated for export of gray industrial fabrics.

- b) **Total Foreign Exchange Used and Earned:**

	<u>2014-2015</u>	<u>2013-2014</u>
(i) Foreign Exchange earned including indirect export:		(Rs.lacs)
US\$	10429	28069
British Pound	270	-
Euro	49583	11657
(ii) Foreign Exchange used:		
Euro	1060	298
US\$	1020270	950202
Swiss F.	2177	234
British Pound	1441	1910
HKD	-	2211
Sirbian Dinar	37062	-
UAE Dirham	2840	-
Indonesian Rupiah	3128800	-
Thai Baht	85985	116878
CNY	-	15000
Singapore \$	22816	775
Sri-lanka	-	26157
Japan Yen	-	193319
China Yean	-	16871
Phillipine Peso	-	5020
Malaysian Ringgit	3410	-
Aus. Dollar	25516	-

FORM A  
(Rule 21)

Form for Disclosure of Particulars with respect to conservation of energy.

	<u>Current Year</u>	<u>Previous Year</u>
<b>A. Power and fuel consumption</b>		
<b>1 Electricity</b>		
<b>(a) Purchased</b>		
Unit (KWH in Lacs)	9.89	8.72
Total Amount (Rs)	69,45,548	59,26,719
Cost/Unit (Rs)	7.02	6.8
<b>(b) Own Generation Through</b>		
<b>Diesel Generator</b>		
Unit (KWH in Lacs)	NIL	NIL
Unit per ltr. Of Diesel	N.A	N.A
Total Amount	N.A	N.A
Cost/Unit(₹)	N.A	N.A
<b>2 Furnace Oil</b>	NIL	NIL
<b>3 Coal</b>	NIL	NIL
<b>4 Others/Internal Generation</b>	NIL	NIL

FORM – B

**(a) Research and Development :** Nil

**(b) Technology absorption, adaptation and innovation:**

- i. Efforts in brief, made towards technology absorption, adaptation and innovation: The Company had status of ISO 9001. The company has complied requirements of new standards ISO 9001-2008 and has also get renewal of registration as per new norms.
- ii. Benefits derived as a result of above efforts : By implementation of ISO system the company had been able to effectively monitor activities at all levels and there is a positive impact on productivity of Company
- iii. Information regarding technology imported during the last 5 years

**For & On behalf of the Board**

**Date : 29/05/2015**  
**Place : Ahmedabad**

**TUSHAR PATEL**  
**MANAGING DIRECTOR**



## Annual Report 2014-2015

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Form No. MR-3

### SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31<sup>ST</sup> MARCH, 2015

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

To,

The Members

SANRHEA TECHNICAL TEXTILES LTD.

Regd. Off: PARSHWANATH CHAMBERS,

NEAR INCOME TAX CIRCLE,

PO NAVJIVAN,

AHMEDABAD-380 013

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Sanrhea Technical Textiles Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the Financial Year ended on 31<sup>st</sup> March, 2015 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance- mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company as per Annexure A for the Financial Year ended on 31<sup>st</sup> March, 2015 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999; [The Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014 (effective from 28-10-2014);]
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

- 
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

However, it has been found that there were no instances requiring compliance with the provisions of the laws indicated at para (iv) and point (c) to (h) of para (v) mentioned hereinabove during the period under review.

We further report that

- (i) Compliance of Secretarial Standards have not been reviews as secretarial standards issued by The Institute of Company Secretaries of India were not mandatory as none of the standards were notified during the period under review.
- (ii) The securities of the company are listed on the Ahmedabad Stock Exchange Ltd, and BSE Ltd however, it has been noted that the securities of the company has been temporarily suspended from BSE due to non submission of certain documents for compliance with the clauses of listing agreement/SEBI Regulations. Since relevant documents relating to compliance of various clauses of listing agreement and SEBI regulations were not available for our verification, we are unable to comment on the compliance of the same. We have been given to understand that the company is in process of submission of said documents.

We have been given to understand that the company is in process of submission of necessary form for appointment of CFO as Key Managerial Personnel as required under the provisions of The Companies Act, 2013

Moreover, we have been given to understand that the company is in process of establishing better compliance management system for the purpose of laws applicable to the company. We have relied on the representations made by the Company and its officers for systems and mechanisms formed by the Company for compliances applicable laws and regulations to the Company and we have done verification of documents and records on test check basis.

**We further report that**

the compliance relating to direct tax, indirect tax and other financial laws are covered under the statutory audit and are subject to verification by the statutory auditors and therefore, we have not covered the same under the present audit carried on by us however it has been inferred from financials of the company more specifically as per contingent liabilities shown in Notes it has been noted that the Tax authorities have raised demand of certain taxes/duties during for the assessment of previous years against which the company has preferred an appeal before appropriate authorities.

**We further report that**

- (a) The Board of Directors of the Company consists of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- (b) The proper notice is given to all directors to schedule the Board Meetings, agenda and notes on agenda were circulated, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- (c) Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes, wherever required.

## Annual Report 2014-2015

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### **We further report that**

the company is in process of establishing adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

### **We further report that**

during the audit period there were no specific events / actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above more specifically related to however the members of the company have taken major decisions in pursuance to Section 180 of the Companies Act, 2013 relating to borrowing powers and powers to offer properties of the company as security for the purpose of borrowing from bankers/others.

**Name of Company Secretary:** Ashish C. Doshi  
Partner  
SPANJ & ASSOCIATES  
Company Secretaries

**Date :** 29/05/2015

**Place :** Ahmedabad

**Membership No:** 3544

**C. O. P. No:** 2356

This report is to be read with our letter of even date which is annexed as Annexure B and forms an integral part of this report.

ANNEXURE - A

List of documents verified

1. Memorandum & Articles of Association of the Company.
2. Minutes of the meetings of the Board of Directors, Audit Committee, Nomination & Remuneration Committee, and Stakeholders' Relationship Committee held during the period under report.
3. Minutes of General Body Meetings held during the period under report.
4. Statutory Registers/Records under the Companies Act and rules made there under.
5. Declarations received from the Directors of the Company pursuant to the provisions of Section 299 of the Companies Act, 1956 and 184 of the Companies Act, 2013.
6. e-Forms filed by the Company, from time-to-time, under applicable provisions of the Companies Act, 1956 and Companies Act, 2013 and attachments thereof during the period under report.
7. Intimations / documents / reports / returns filed with the Stock Exchanges pursuant to the provisions of Listing Agreement during the period under report.
8. Communications/ Letters issued to and acknowledgements received from the Independent directors for their appointment
9. Various policies framed by the company from time to time as required under the Companies Act as well as listing agreement/SEBI Regulations as mentioned hereunder.

ANNEXURE - B

To,  
The Members  
SANRHEA TECHNICAL TEXTILES LTD.  
Regd. Off: PARSHWANATH CHAMBERS,  
NEAR INCOME TAX CIRCLE,  
PO NAVJIVAN,  
AHMEDABAD-380 013

Sir,

Sub: Secretarial Audit Report for the Financial Year ended on 31<sup>st</sup> March, 2015

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

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**Name of Company Secretary:** Ashish C. Doshi  
Partner  
SPANJ & ASSOCIATES  
Company Secretaries  
**Membership No:** 3544  
**C. O. P. No:** 2356

**Date :** 29/05/2015  
**Place :** Ahmedabad

## Annual Report 2014-2015

FORM NO. MGT 9  
EXTRACT OF ANNUAL RETURN  
as on financial year ended on 31.03.2014  
Pursuant to Section 92 (3) of the Companies Act, 2013 and  
rule 12(1) of the Company (Management & Administration ) Rules, 2014.

### I REGISTRATION & OTHER DETAILS:

i	CIN	L17110GJ1983PLC006309
ii	Registration Date	20/06/1983
iii	Name of the Company	SANRHEA TECHNICAL TEXTILE LIMITED
iv	Category/Sub-category of the Company	PUBLIC LIMITED COMPANY
v	Address of the Registered office & contact details	PARSHWANATH CHAMBERS, 2ND FLOOR NR NEW RBI INCOME TAX CIRCLE, AHMEDABAD-380014, GUJARAT
vi	Whether listed company	YES
vii	Name , Address & contact details of the Registrar & Transfer Agent, if any.	211, Sundaram Complex, Near Mithakhali Under Bridge:b/H Rajasthan Tourism, Navrangpura, Navrangpura, Ahmedabad- 380009

### 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	FABRICS	24	100
2			
3			
4			

### III PARTICULARS OF HOLDING , SUBSIDIARY & ASSOCIATE COMPANIES

S. NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY /ASSOCIATE	% of shares held	Applicable Section
1	NOT APPLICABLE				

## Sanrhea Technical Textiles Limited

### IV SHAREHOLDING PATTERN (Equity Share capital Break up as % to total Equity)

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2014]				No. of Shares held at the end of the year [As on 31-March-2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
(1) Indian									
a) Individual/HUF	1169400	137700	1307100	43.57	1169400	137700	1307100	43.57	0
b) Central Govt.or State Govt.									
c) Bodies Corporates	220450	220450	7.35	220450	220450	7.35	0		
d) Bank/FI									
e) Any other									
<b>SUB TOTAL:(A) (1)</b>	1389850	137700	1527550	50.92	1389850	137700	1527550	50.92	0
(2) Foreign									
a) NRI- Individuals									
b) Other Individuals									
c) Bodies Corp.									
d) Banks/FI									
e) Any other...									
<b>SUB TOTAL (A) (2)</b>	0	0	0	0	0	0	0	0	0
<b>Total Shareholding of Promoter (A)= (A)(1)+ (A)(2)</b>	1389850	137700	1527550	50.92	1389850	137700	1527550	50.92	0
<b>B. PUBLIC SHAREHOLDING</b>									
(1) Institutions									
a) Mutual Funds									
b) Banks/FI									
c) Cenntal govt									
d) State Govt.									
e) Venture Capital Fund									
f) Insurance Companies									
g) FIIS									
h) Foreign Venture Capital Funds									
i) Others (specify)									
<b>SUB TOTAL (B)(1):</b>	0	0	0	0	0	0	0	0	0

## Annual Report 2014-2015

Category of Shareholders	No. of Shares held at the beginning of the year [As on 31-March-2014]				No. of Shares held at the end of the year [As on 31-March-2015]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>(2) Non Institutions</b>									
a) Bodies corporates									
i) Indian	3800	178200	182000	6.07	3800	178200	182000	6.07	0
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹1 lakhs	49600	866050	915650	30.52	54200	863950	918150	30.6	0.08
ii) Individuals shareholders holding nominal share capital in excess of ₹ 1 lakhs	86600	284700	371300	12.38	86600	284700	371300	12.38	0
c) Others (specify)	3500	3500	0.11	1000	1000	0.03	-0.08		
<b>SUB TOTAL (B) (2):</b>	143500	1328950	1472450	49.08	145600	1326850	1472450	49.08	0
<b>Total Public Shareholding(B)= (B)(1)+(B)(2)</b>	143500	1328950	1472450	49.08	145600	1326850	1472450	49.08	0
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	0	0	0	0	0	0	0	0	0
<b>Grand Total (A+B+C)</b>	1533350	1466650	3000000	100	1535450	1464550	3000000	100	0

### (ii) SHARE HOLDING OF PROMOTERS

SN	Name of Shareholder	Shareholding at the beginning of the year			Share holding at the end of the year			% change 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	KAHINI M PATEL	57600	1.92	0	57600	1.92	0	0
2	LEKHABEN H PATEL	7500	0.25	0	7500	0.25	0	0
3	MAHENDRA A PATEL HUF	93700	3.12	0	93700	3.12	0	0
4	NIHITA M PATEL	57600	1.92	0	57600	1.92	0	0
5	NIHITA KHATAU	15000	0.50	0	15000	0.50	0	0
6	TUSHAR PATEL	757200	25.24	0	757200	25.24	0	0
7	TEJAL PATEL	267200	8.91	0	267200	8.91	0	0

## Sanrhea Technical Textiles Limited

SN	Name of Shareholder	Shareholding at the beginning of the year			Share holding at the end of the year			% change 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	
8	MAHENDTA CREDIT & INV. CO. LTD.	165750	5.53	0	165750	5.53	0	0
9	AVANTIKA INVESTMENT PVT LTD	54700	1.82	0	54700	1.82	0	0
10	TUSHAR PATEL HUF	51300	1.71	0	51300	1.71	0	0
11								
12								
	Total	1527550	50.92	0	1527550	50.92	0	0

(iii) **CHANGE IN PROMOTERS' SHAREHOLDING : NO CHANGE**

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

Sr No.	Name & Type of Transaction	Shareholding at the beginning of the year - 2014		Transactions during the year		Cumulative Shareholding at the end of the year - 2015	
		NO.OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY
1	PARESH PATEL	59900	1.9967			59900	1.9967
	AT THE END OF THE YEAR					59900	1.9967
2	TRILOCHANA K DOSHI	47000	1.5667			47000	1.5667
	AT THE END OF THE YEAR					47000	1.5667
3	NASCENT CONSTRUCTION PVT LTD	45200	1.5067			45200	1.5067
	AT THE END OF THE YEAR					45200	1.5067
4	MERMAID CONSTRUCTION PVT LTD	43200	1.4400			43200	1.4400
	AT THE END OF THE YEAR					43200	1.4400
5	ATUL PRAVINBHAI	37400	1.2467			37400	1.2467
	Transfer			05 Sep 2014	74800	112200	3.7400
	Transfer			12 Sep 2014	(74800)	37400	1.2467
	Transfer			19 Sep 2014	37400	74800	2.4933
	Transfer			03 Oct 2014	(37400)	37400	1.2467
	AT THE END OF THE YEAR					37400	1.2467



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Sr No.	Name & Type of Transaction	Shareholding at the beginning of the year - 2014		Transactions during the year		Cumulative Shareholding at the end of the year - 2015	
		NO.OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY
6	JIGEN PRAVINBHAI	37400	1.2467			37400	1.2467
	Transfer			05 Sep 2014	37400	74800	2.4933
	Transfer			12 Sep 2014	(37400)	37400	1.2467
	Transfer			19 Sep 2014	37400	74800	2.4933
	Transfer			03 Oct 2014	(37400)	37400	1.2467
	AT THE END OF THE YEAR					37400	1.2467
7	ASHWIN M PATEL	33000	1.1000			33000	1.1000
	AT THE END OF THE YEAR					33000	1.1000
8	MARKANDRAI NARANLAL PATEL	31500	1.0500			31500	1.0500
	AT THE END OF THE YEAR					31500	1.0500
9	INDIRA A PATEL	31000	1.0333			31000	1.0333
	AT THE END OF THE YEAR					31000	1.0333
10	MANUBHAI N PATEL	25000	0.8333			25000	0.8333
	AT THE END OF THE YEAR					25000	0.8333
11	SHRIKANT G MANTRI	24700	0.8233			24700	0.8233
	AT THE END OF THE YEAR					24700	0.8233
12	HINDUJA FINANCE PVT.LTD	24500	0.8167			24500	0.8167
	AT THE END OF THE YEAR					24500	0.8167
13	GEETA DILIPBHAI PATEL	11800	0.3933			11800	0.3933
	Transfer			05 Sep 2014	23600	35400	1.1800
	Transfer			12 Sep 2014	(23600)	11800	0.3933
	Transfer			19 Sep 2014	11800	23600	0.7867
	Transfer			03 Oct 2014	(11800)	11800	0.3933
	AT THE END OF THE YEAR					11800	0.3933
14	PRAVIN RATILAL SHAREDALAL	5600	0.1867			5600	0.1867
	Transfer			05 Sep 2014	5600	11200	0.3733
	Transfer			12 Sep 2014	(5600)	5600	0.1867
	Transfer			19 Sep 2014	5600	11200	0.3733
	Transfer			03 Oct 2014	(5600)	5600	0.1867
	AT THE END OF THE YEAR					5600	0.1867

## Sanrhea Technical Textiles Limited

Sr No.	Name & Type of Transaction	Shareholding at the beginning of the year - 2014		Transactions during the year		Cumulative Shareholding at the end of the year - 2015	
		NO.OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY	DATE OF TRANSACTION	NO. OF SHARES	NO OF SHARES HELD	% OF TOTAL SHARES OF THE COMPANY
15	SHASHI RUNGTA	4300	0.1433			4300	0.1433
	Transfer			05 Sep 2014	12900	17200	0.5733
	Transfer			12 Sep 2014	(12900)	4300	0.1433
	Transfer			19 Sep 2014	12900	17200	0.5733
	Transfer			03 Oct 2014	(12900)	4300	0.1433
	AT THE END OF THE YEAR					4300	0.1433
16	ROHIT BEGANI (HUF)	4000	0.1333			4000	0.1333
	Transfer			01 Aug 2014	8000	12000	0.4000
	Transfer			08 Aug 2014	(8000)	4000	0.1333
	Transfer			29 Aug 2014	4000	8000	0.2667
	Transfer			05 Sep 2014	24000	32000	1.0667
	Transfer			12 Sep 2014	(28000)	4000	0.1333
	Transfer			19 Sep 2014	12000	16000	0.5333
	Transfer			03 Oct 2014	(12000)	4000	0.1333
	AT THE END OF THE YEAR					4000	0.1333
17	KANTILAL PATEL & CO CONSULTANCY PVT LTD	3600	0.1200			3600	0.1200
	AT THE END OF THE YEAR					3600	0.1200
18	RAJENDRA KANTILAL PARIKH	3100	0.1033			3100	0.1033
	Transfer			05 Sep 2014	3100	6200	0.2067
	Transfer			12 Sep 2014	(3100)	3100	0.1033
	Transfer			19 Sep 2014	3100	6200	0.2067
	Transfer			03 Oct 2014	(3100)	3100	0.1033
	AT THE END OF THE YEAR					3100	0.1033
19	AMI ASHOK PARIKH	3100	0.1033			3100	0.1033
	Transfer			05 Sep 2014	3100	6200	0.2067
	Transfer			12 Sep 2014	(3100)	3100	0.1033
	Transfer			19 Sep 2014	3100	6200	0.2067
	Transfer			03 Oct 2014	(3100)	3100	0.1033
	AT THE END OF THE YEAR					3100	0.1033
20	RAJENDRA KANTILAL PARIKH	3000	0.1000			3000	0.1000
	Transfer			05 Sep 2014	3000	6000	0.2000
	Transfer			12 Sep 2014	(3000)	3000	0.1000
	Transfer			19 Sep 2014	3000	6000	0.2000
	Transfer			03 Oct 2014	(3000)	3000	0.1000
	AT THE END OF THE YEAR					3000	0.1000

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### (v) Shareholding of Directors & KMP

Sr. No.	For Each of the Directors & KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. Of shares	% of total shares of the company	No. Of shares	% of total shares of the company
1	<b>TUSHAR M PATEL</b>				
	At the beginning of the year	691200	23.04	691200	23.04
	Add: Purchase During the year			691200	23.04
	Sale During the year			691200	23.04
	At the end of the year			691200	23.04
2	<b>MITEN MEHTA</b>				
	At the beginning of the year	0	0	0	0
	Add: Purchase During the year			0	0
	Sale During the year			0	0
	At the end of the year			0	0
3	<b>VIMAL RAMNIKLAL AMBANI</b>				
	At the beginning of the year	0	0	0	0
	Add: Purchase During the year			0	0
	Sale During the year			0	0
	At the end of the year			0	0
4	<b>RAVISHANKAR GOPAL</b>				
	At the beginning of the year	0	0	0	0
	Add: Purchase During the year			0	0
	Sale During the year			0	0
	At the end of the year			0	0
5	<b>ISHWARLAL N PATEL</b>				
	At the beginning of the year	0	0	0	0
	Add: Purchase During the year			0	0
	Sale During the year			0	0
	At the end of the year			0	0
6	<b>TEJAL T PATEL</b>				
	At the beginning of the year	267200	8.91	267200	8.91
	Add: Purchase During the year			267200	8.91
	Sale During the year			267200	8.91
	At the end of the year			267200	8.91
7	<b>RASHMIKANT B PATEL</b>				
	At the beginning of the year	1000	0.03	1000	0.03
	Add: Purchase During the year			1000	0.03
	Sale During the year			1000	0.03
	At the end of the year			1000	0.03
8	<b>DHAWAL JADHAV</b>				
	At the beginning of the year	0	0	0	0
	Add: Purchase During the year			0	0
	Sale During the year			0	0
	At the end of the year			0	0
9	<b>JASUBHAI PATEL</b>				
	At the beginning of the year	0	0	0	0
	Add: Purchase During the year			0	0
	Sale During the year			0	0
	At the end of the year			0	0

**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>Indebtness at the beginning of the financial year</b>				
i) Principal Amount	81,356,426	19,309,947	7,276,503	107,942,876
ii) Interest due but not paid				
iii) Interest accrued but not due	28,739	106,437	-	135,176
<b>Total (i+ii+iii)</b>	<b>81,385,165</b>	<b>19,416,384</b>	<b>7,276,503</b>	<b>108,078,052</b>
<b>Change in Indebtedness during the financial year</b>				
Additions	356,489,657	18,922,690	8,606,707	384,019,054
Reduction	362,321,076	19,781,048	10,190,497	392,292,621
<b>Net Change</b>	<b>(5,831,419)</b>	<b>(858,358)</b>	<b>(1,583,790)</b>	<b>(8,273,567)</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	75,534,457	18,510,906	5,670,934	99,716,297
ii) Interest due but not paid				
iii) Interest accrued but not due	19,289	47,120	21,780	88,189
<b>Total (i+ii+iii)</b>	<b>75,553,746</b>	<b>18,558,026</b>	<b>5,692,714</b>	<b>99,804,486</b>

**VI REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

**A. Remuneration to Managing Director, Whole time director and/or Manager:**

Sl. No.	Particulars of Remuneration	Name of the MD/WTD/ Manager	Total Amount
1	<b>Gross salary</b>		
	(a) Salary as per provisions contained in section 17(1) of the Income Tax. 1961.	TUSHAR PATEL	1999260
	(b) Value of perquisites u/s 17(2) of the Income tax Act, 1961	TUSHAR PATEL	1612
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961		
2	Stock option		
3	Sweat Equity		
4	Commission as % of profit others (specify)		
5	Others, please specify Contribution to PF	TUSHAR PATEL	228000
	<b>Total (A)</b>		<b>2228872</b>
	<b>Ceiling as per the Act</b>		<b>3000000</b>

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### B. Remuneration to other directors:

Sr. No.	Particulars of Remuneration	Name of Directors				Total Amount (in Rs.)
		Vimal Ambani	Miten Mehta	G. Ravishankar	Rashmikant Patel	
1	Independent Directors					
	NAME	Vimal Ambani	Miten Mehta	G. Ravishankar	Rashmikant Patel	
	(a) Fee for attending board committee meetings	6000	8000	8000	6000	28000
	(b) Commission	Nil	Nil	Nil	Nil	Nil
	(c) Others, please specify	Nil	Nil	Nil	Nil	Nil
	<b>Total</b>	6000	8000	8000	6000	28000
2	Other Non Executive Directors					
	NAME	Tejal Tushar Patel				
	(a) Fee for attending board committee meetings	1000				1000
	(b) Commission	Nil				
	(c) Others, please specify.	Nil				
	<b>Total (B)=(1+2)</b>					29000
	<b>Total Managerial Remuneration</b>					2257872
	<b>Overall Ceiling as per the Act.</b>					3000000

### C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			Total
		CEO	Company Secretary	CFO	
1	<b>Gross Salary</b>				<b>Total</b>
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961.		157079	383916	540995
	(b) Value of perquisites u/s 17(2) of the Income Tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) of the Income Tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	as % of profit				
	others, specify				
5	Others, please specify				
	Contribution to PF		12180	30230	42410
	<b>Total</b>		169259	414146	583405

## 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			NIL		
<b>B. DIRECTORS</b> Penalty Punishment Compounding			NIL		
<b>C. OTHER OFFICERS IN DEFAULT</b> Penalty Punishment Compounding			NIL		

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**INDEPENDENT AUDITOR'S REPORT**

**To the Members of  
Sanrhea Technical Textiles Ltd.**

**Report on the Financial Statements**

We have audited the accompanying financial statements of **Sanrhea Technical Textiles Ltd.**, which comprise the Balance Sheet as at March 31, 2015, 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 in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these 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 the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the 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 internal financial control, 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 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 there under.

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 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 true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the company has in place as adequate Internal Financial controls system over financial reporting and the effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by 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 financial statements.

**Basis for qualified opinion**

The Company has made long term investment in quoted equity shares for which market value/book value is not available. In accordance with the Accounting Standard referred to in section 133 of the Companies Act 2013, where there is decline other than temporary, in the carrying amount of long term investments, the resultant deduction in the carrying amount require provision to statement of Profit and Loss. In our opinion amount of ₹ 389,457 for diminution in value of long term quoted investments requires provision of identical amount (Refer note no. 25.3).

We further report that had the observations made by us in above paragraph been considered, the Profit for the year would have been decreased by ₹ 389,457 (as against the reported figure of ₹ 2,888,019) and non-current Investments would have been ₹ 918,175 (as against the reported figure of ₹ 1,307,632).

**Emphasis of Matter**

- a. Attention is invited to Note No. 25.4 of the financial statements, where in as per the reasons stated by the management, Trade receivables of Rs 9,715,691 outstanding at the year end are considered realisable/ recoverable.

Our opinion is not modified in respect of these matters.

**Qualified Opinion**

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its profit 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, 2015 ("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 statement on the matters specified in paragraphs 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 purpose of our audit;
  - b. in our opinion proper books of account as required by law have been kept by the Company so far as 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 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 written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of Section 164(2) of the Act.
  - f. 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 does not have any pending litigations which would impact its financial position.
    - II. The Company did not have any long-term contracts, including derivate contracts for which there were any material foreseeable losses.
    - III. During the year, the Company is not required to transfer any amount to the Investor Education and Protection Fund.

For **KANTILAL PATEL & CO.,**  
**CHARTERED ACCOUNTANTS**  
**Firm Regn. No. 104744W**

**[Mayank S. Shah]**  
**Partner**

**Place : Ahmedabad**  
**Date : May 29, 2015**

**Membership No.: 44922**



ANNEXURE TO INDEPENDENT AUDITORS' REPORT

ANNEXURE REFERRED TO IN INDEPENDENT AUDITORS' REPORT OF EVEN DATE TO THE MEMBERS OF SANRHEA TECHNICAL TEXTILE LIMITED, ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2015.

- i) (a) The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) As explained to us, the said fixed assets have been physically verified by the management during the year, which in our opinion is reasonable, having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
- ii) (a) As explained to us, the inventory has been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (c) In our opinion and according to the information and explanations given to us, the company has maintained proper records of inventory and the discrepancies noticed on such physical verification between physical stocks and book records have been adequately dealt with in the books of account.
- iii) The Company has not granted any loan secured or unsecured to companies, firms or other party covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, paragraphs 3(iii) (a) and (b) of the Order are not applicable.
- iv) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the company and the nature of its business for the purchases of inventory, fixed assets and also for the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- v) The Company has not accepted any deposits from the public. We are informed that the company has accepted fixed deposit from promoters by way of unsecured loans pursuant to agreement with nationalized bank for loans so long as such loans are outstanding is not considered as acceptance of deposit from the public falling within the purview of section 73 to 76 of the Companies Act, 2013 and the rules framed there under.
- We are informed that no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.
- vi) We have broadly reviewed the books of account maintained by the company pursuant to the Rules made by Central Government for the maintenance of cost records under Section 148 [1] of the Companies Act, 2013 and are of the opinion that *prima facie* the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.
- vii) (a) The Company is generally regular in depositing undisputed statutory dues including provident fund, employees' state insurance, investor education and protection fund, sales-tax, income-tax, wealth tax, service tax, duty of customs, duty of excise, cess and other material statutory dues as applicable with the appropriate authorities.

According to the information and explanations given to us, no undisputed amount payable in respect of aforesaid statutory dues were outstanding as at 31st March, 2015 for the period of more than six months from the date they become payable.

## Sanrhea Technical Textiles Limited

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- (b) According to the information and explanations given to us, there are no dues of sales tax/ income tax/custom duty/ wealth tax/ service tax excise duty/ cess which have not been deposited on account of any dispute.
- (c) As informed to us the Company is not required to transfer any amount to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.
- viii) The Company neither has any accumulated losses nor has incurred any cash losses during the financial year covered by our audit and the immediately preceding financial year.
- ix) The company has not obtained any borrowings from financial institution and by way of debentures.
- x) The company has not given any guarantee for loans taken by others from bank or financial institutions.
- xi) Based on information and explanations given to us by the management, term loan was applied for the purpose for which the loan was obtained.
- xii) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the year nor we have been informed of any such case by the management.

For **KANTILAL PATEL & CO.,**  
**CHARTERED ACCOUNTANTS**  
**Firm Regn. No. 104744W**

**[Mayank S. Shah]**  
**Partner**

**Place : Ahmedabad**  
**Date : May 29, 2015**

**Membership No.: 44922**

# Annual Report 2014-2015

## BALANCE SHEET AS AT 31 MARCH 2015

	Notes	As at 31 March, 2015	As at 31 March, 2014
<b>Equity and liabilities</b>			
Shareholder's funds			
Share Capital	2	30,000,000	30,000,000
Reserves and Surplus	3	13,389,676	10,566,073
Sub Total ::		<b>43,389,676</b>	<b>40,566,073</b>
<b>Deferred Government Grant</b>			
		510,070	736,471
<b>Non-current liabilities</b>			
Long-term borrowings	4	21,643,807	24,334,933
Long-term provisions	5	4,033,313	3,004,669
Sub Total ::		<b>25,677,120</b>	<b>27,339,602</b>
<b>Current Liabilities</b>			
Short-term borrowings	6	75,607,395	80,404,741
Trade payables	7	39,661,958	33,384,483
Other current liabilities	8	4,673,383	4,438,430
Short-term provisions	5	1,517,552	884,490
Sub Total ::		<b>121,460,288</b>	<b>119,112,144</b>
<b>TOTAL</b>		<b>191,037,154</b>	<b>187,754,290</b>
<b>Assets</b>			
<b>Non-current assets</b>			
Fixed assets			
	9		
Tangible assets		33,848,099	34,433,222
Intangible assets		67,429	88,857
Capital work-in-progress		-	1,418,334
Non-current investments	10	1,307,632	1,298,882
Deferred tax assets (net)	11	470,009	-
Long-term loans and advances	12	4,813,282	5,073,490
Other non-current assets	14	2,710,000	2,710,000
Sub Total ::		<b>43,216,451</b>	<b>45,022,785</b>
<b>Current assets</b>			
Inventories	15	36,810,260	51,567,331
Trade receivables	13	105,547,098	83,168,721
Cash and bank balances	16	274,674	378,289
Short-term loans and advances	12	4,772,180	7,346,037
Other current assets	14	416,491	271,127
Sub Total ::		<b>147,820,703</b>	<b>142,731,505</b>
<b>TOTAL</b>		<b>191,037,154</b>	<b>187,754,290</b>

Summary of significant accounting policies 1  
The accompanying notes are an integral part of the financial statements.

As per our report of even date	FOR & ON BEHALF OF BOARD OF DIRECTORS	
For, <b>KANTILAL PATEL &amp; CO.,</b>		
<i>CHARTERED ACCOUNTANTS</i>	Tushar Patel	[Managing Director]
Firm Registration No: 104744W		
<b>Mayank S. Shah</b>	Rashmikant Raval	[Director]
<i>PARTNER</i>		
Membership No.: 44922	Dhawal Jadhav	[Company Secretary]
Place : Ahmedabad		
Date : 29/05/2015	Jasu Patel	[Chief Financial Officer]

## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2015

	Notes	Year Ended 31 March, 2015	Year Ended 31 March, 2014
<b>Income</b>			
Revenue from operations (gross)	17	365,593,366	308,567,579
Less: excise duty		38,797,020	32,894,540
Revenue from operations (net)		<b>326,796,346</b>	<b>275,673,039</b>
Other Income	18	731,821	1,550,171
<b>Total revenue (I)</b>		<b>327,528,167</b>	<b>277,223,210</b>
<b>Expenses</b>			
Cost of raw material and components consumed	19	229,537,830	201,641,082
(Increase)/ decrease in inventories of finished goods, work-in-progress	20	1,852,868	6,927,942
Employee benefits expense	21	31,771,489	22,549,908
Other expenses	22	40,057,737	32,126,207
<b>Total (II)</b>		<b>303,219,924</b>	<b>263,245,139</b>
<b>Earnings before interest, tax, depreciation and amortization (EBITDA) (I) – (II)</b>		<b>24,308,243</b>	<b>13,978,071</b>
Depreciation and amortization expenses	23	7,224,414	7,808,645
Finance costs	24	13,695,088	11,802,725
<b>Profit / ( Loss) before tax</b>		<b>3,388,741</b>	<b>(5,633,299)</b>
<b>Tax expenses</b>			
- Current Tax		941,926	-
		941,926	-
- Deferred Tax Assets/realised		(441,204)	-
<b>Total tax expenses</b>		<b>500,722</b>	<b>-</b>
<b>Profit / (Loss) for the year</b>		<b>2,888,019</b>	<b>(5,633,299)</b>
<b>Earnings per equity share</b>	26.5	0.96	-1.88
<b>[nominal value of share ₹10 (31 March 2014: ₹10)]</b>			
Basic & Diluted, Computed on the basis of profit for the year			
Summary of significant accounting policies 1			
The accompanying notes are an integral part of the financial statements.			
As per our report of even date		FOR & ON BEHALF OF BOARD OF DIRECTORS	
For, <b>KANTILAL PATEL &amp; CO.,</b> <i>CHARTERED ACCOUNTANTS</i>		Tushar Patel	[Managing Director]
Firm Registration No: 104744W		Rashmikant Raval	[Director]
<b>Mayank S. Shah</b> <i>PARTNER</i>		Dhawal Jadhav	[Company Secretary]
Membership No.: 44922		Jasu Patel	[Chief Financial Officer]
Place : Ahmedabad			
Date : 29/05/2015			

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## CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2015

	31 March, 2015 ₹	31 March, 2014 ₹
<b>Cash flow from operating activities</b>		
Profit/ (Loss) before tax for the year	3,388,741	(5,633,299)
Non-cash adjustment to reconcile profit before tax to net cash flows		
Depreciation/amortization expenses	7,224,414	7,808,645
Fixed Assets w/off	-	78,475
Loss/(Profit) on sale of fixed assets	(162,409)	84,490
Interest expense	13,695,088	11,802,725
Interest income	(369,108)	(332,697)
Dividend income	(18,375)	(18,375)
Operating profit before working capital changes	<b>23,758,351</b>	<b>13,789,964</b>
Movements in working capital :		
Increase/(decrease) in trade payables	6,277,475	4,091,817
Increase / (decrease) in long-term provisions	1,028,644	13,902
Increase / (decrease) in short-term provisions	159,048	31,256
Increase/(decrease) in other current liabilities	1,020,047	(715,354)
Decrease/(increase) in trade receivables	(22,378,377)	(7,520,599)
Decrease/(increase) in inventories	14,757,071	1,455,878
Decrease / (increase) in long-term loans and advances	(36,605)	361,510
Decrease / (increase) in short-term loans and advances	2,573,857	(726,095)
Decrease / (increase) in other non-current assets	-	(1,840,000)
Cash generated from operations	27,159,511	8,942,279
Direct taxes paid (net of refunds)	(205,069)	(605,109)
<b>Net cash flow from operating activities (A)</b>	<b>26,954,442</b>	<b>8,337,170</b>
<b>Cash flows from investing activities</b>		
Purchase of fixed assets, including intangible assets and capital advances	(5,579,742)	(5,020,762)
Purchase of investments	(8,750)	(62,500)
Proceeds from sale of fixed assets	223,000	135,000
Interest received	223,744	229,936
Dividends received	18,375	18,375
<b>Net cash flow used in investing activities (B)</b>	<b>(5,123,373)</b>	<b>(4,699,951)</b>
<b>Cash flows from financing activities</b>		
Proceeds from long-term borrowings	11,150,282	10,061,265
Repayment of long-term borrowings	(14,579,515)	(12,399,802)
Proceeds from short-term borrowings	(4,797,346)	10,605,981
Interest paid	(13,708,105)	(11,862,716)
<b>Net cash flow from in financing activities (C)</b>	<b>(21,934,684)</b>	<b>(3,595,272)</b>
Net increase/(decrease) in cash and cash equivalents (A + B + C)	(103,615)	41,947
Cash and cash equivalents at the beginning of the year	378,289	336,342
<b>Cash and cash equivalents at the end of the year</b>	<b>274,674</b>	<b>378,289</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand	202,780	279,856
With banks- on current account	71,894	98,433
<b>Total cash and cash equivalents (note 16)</b>	<b>274,674</b>	<b>378,289</b>

Summary of significant accounting policies 1

Notes ::

- Cash Flow Statement is prepared as per "Indirect Method" as per Accounting standard - 3 issued by the companies accounting Standard Rules, 2006.
- Figures in brackets represents outflow
- Previous year figures have been restated wherever necessary to make then comparable with current year figures

As per our report of even date

FOR & ON BEHALF OF BOARD OF DIRECTORS

For, **KANTILAL PATEL & CO.,**

Tushar Patel [Managing Director]

*CHARTERED ACCOUNTANTS*

Firm Registration No: 104744W

**Mayank S. Shah**

Rashmikant Raval [Director]

*PARTNER*

Membership No.: 44922

Dhawal Jadhav [Company Secretary]

Place : Ahmedabad

Jasu Patel [Chief Financial Officer]

Date : 29/05/2015

**Corporate information :**

SANRHEA TECHNIAL TEXTILES LIMITED is public company domiciled in India and incorporated under the provisions of the Companies Act, 1956. Its shares are listed on Bombay & Ahmedabad stock exchanges in India. The company is engaged in the Manufacturing of Industrial Fabrics like Conveyor Belting fabrics, Chafer fabrics for Tyres , Diaphragm fabrics for Auto industries, Liners etc. The company caters to both domestic and international markets.

**1. Significant Accounting Policies**

**a) Basis of Preparation:**

The financial statements of the company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP).The company has prepared these financial statements to comply in all material respects with the accounting standards notified under Section 133 of the Companies Act,2013 read together with Paragraph 7 of the Companies (Accounts) Rules,2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

**b) Use of Estimates:**

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Difference between the actual results and estimates are recognised in the period in which the results are know/materialised.

**c) Revenue Recognition:**

- (i) Revenue is recognised when it is earned and no significant uncertainty exists as to its realization or collection. Revenue from sale of goods is recognized on delivery of the products, when all significant contracted obligation have been satisfied, the property in goods is transferred for a price, significant risks and rewards of ownership are transferred to the customers and no effective ownership is retained.
- (ii) The value of sales is inclusive of excise duty. Conversion charges are accounted on the basis of dispatch of material.
- (iii) Dividend Income from Investment is accounted for when the right to receive dividend is established
- (iv) Interest Income is recognised on time proportion basis taking in to account the amount outstanding and the rate of interest applicable.

**d) Fixed Assets, Depreciation & Expenditure during construction period:**

- i) Fixed Assets are stated at cost of acquisition and installation net of modvat/cenvat availed, less accumulated depreciation and impairment loss, if any.Preoperative expenses incurred during the period of construction are added to the cost of fixed assets.

At each balance sheet date, the company assesses whether there is any indication that any assets may be impaired. If any such indication exists, the company estimates the recoverable amount. If the carrying amount of the assets exceeds the recoverable amount, an impairment loss is recognized in the accounts to the extent the carrying amount exceeds, the recoverable amount.

## Annual Report 2014-2015

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### ii) Depreciation and amortization:

- a) Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013 except in respect of the following assets, where useful life is different than those prescribed in Schedule II, based on technical advice obtained by the Company:

<u>Particulars</u>	<u>Estimated Useful Life</u>
<b>Plant &amp; Machinery</b>	
1.) Triple Shift Process	9 years
2.) Single Shift Process	20 years
3.) Electric Installation (WDV)	20 years

- b) Computer software costs capitalised are amortised using Straight Line Method over estimated useful life of 3 to 6 years, as estimated at the time of capitalisation.

### iii) Assets taken on Finance lease after 1-4-2011

Finance leases, which transfer substantially all risks and rewards incident to ownership of an asset to the company, are capitalized at the inception of lease term as leased assets, at lower of the fair value and the present value of the minimum lease payment. Lease payments are apportioned between finance charge and the reduction of the outstanding liability, based on the implicit rate of return. Initial direct costs such as commission and legal fees are capitalized. Such leased assets are depreciated on written down value Method as prescribed in Schedule II to the Companies Act, 2013.

### e) Investments:

Non-current investments are stated at cost plus incidental cost of purchases of investments. Provision for diminution in value of Noncurrent investments is made only if such a decline is other than temporary, in the opinion of the management.

### f) Valuation of Inventories:

- (i) Raw Materials, stores and spare parts are valued at lower of cost and net realizable value. Cost of inventory is generally ascertained on first in first out basis.
- (ii) Finished goods are valued at cost or net realizable value, whichever is less. Cost comprises, cost of raw material, labour and appropriate overheads based on absorption costing.

### g) Employee Benefits:

#### (a) Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, wages, leave encashment etc. and the expected cost of bonus, ex-gratia are recognized in the period in which the employee renders the related service.

#### (b) Post-Employment Benefits:

##### (i) Defined Contribution Plans:

State Governed Provident Fund Schme and Employees State Insurance scheme are defined contribution plans. The contribution paid/payable under the schemes is recognized during the period in which the employee renders the related services.

**(ii) Defined Benefit Plans:**

The employee's gratuity fund scheme is company's defined benefit plans. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation using the projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefits entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans, is based on the market yields on Government Securities as at the balance sheet date, having maturity periods approximating to the terms of related obligations. Actuarial gains and losses are recognized immediately in the profit and loss account. Gains or losses on the curtailment or settlement of any defined benefits plans are recognized when the curtailment or settlement occurs. Past service cost is recognized as expense on a straight-line basis over the average period until the benefits become vested.

**(c) Long term employee benefits:**

The obligation for long term employee benefits is considered not applicable to the Company as the compensated absence is treated as short term employee benefit.

**h) Accounting for Government Grants:**

- i) Grant in the form of revenue subsidy is treated as revenue receipt and credited to respective expenses account.
- ii) Grant towards specific fixed assets is presented by credit to deferred Government grant and amortised over the period of useful life of specific fixed assets.

**i) Excise Duty:**

Excise duty has been accounted on the basis of both, payment made in respect of goods cleared as also provision made for goods lying in stock at the year end.

**j) Borrowing Cost:**

Interest and other borrowings cost whether on specific or general borrowings relating to qualifying assets are capitalized. Other interest and borrowing costs are charged to revenue.

**k) Transactions in Foreign Currency:**

Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of transaction. Monetary assets and liabilities remaining unsettled at the end of the year are translated at the year-end rates. The resultant gain or loss is shown as income & expenses to the statement of profit and loss.

**l) Taxes on income:**

Income-tax expense comprises current tax and deferred tax charge or release. Deferred tax is recognized on timing difference; being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent period. The deferred tax charge or credit is recognized using current tax rates. Where there is an unabsorbed depreciation or carry forward loss, deferred tax assets are recognized only if there is virtual certainty of realization of such assets. Other deferred tax assets are recognized only to the



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extent there is reasonable certainty of realization in future. Such assets are reviewed at each Balance sheet date to reassess realization. MAT credit is recognized as an asset only when there is convincing evidence that the Company will pay normal income tax within the specified period. The asset shall be reviewed at each Balance Sheet date.

m) **Treatment on Provision and contingent liabilities & contingent assets:**

Provisions are recognized when the company has present legal or constructive obligation as a result of past event for which it is probable that outflow of economic benefit will be required to settle the obligation and a reliable estimate can be made for the amount of the obligation. Contingent Liabilities are disclosed by way of notes to accounts. Contingent assets are neither recognized nor disclosed in the financial statements.

n) **Contingencies and events occurring after the balance sheet date:**

All contingencies and events occurring after the balance sheet date which have a material effect on the financial position of the company are considered for preparing the financial statements.

o) **Earnings Per Share :**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting attributable taxes) by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

p) **Cash and cash equivalents :**

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2015

	31 March, 2015	31 March, 2014
	₹	₹
<b>2 Share capital</b>		
<b>Authorized shares</b>		
5000000 (31 March 2014: 5000000) equity shares of 10/- each	50,000,000	50,000,000
<b>Issued, subscribed and fully paid-up shares</b>		
3000000 (31 March 2014: 3000000) equity shares of ₹10/- each	30,000,000	30,000,000
<b>Total issued, subscribed and fully paid-up share capital</b>	<b>30,000,000</b>	<b>30,000,000</b>

a. **Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

Equity shares	31 March 2015		31 March 2014	
	Nos	Amount/Rs	Nos	Amount/Rs
At the beginning of the period	3000000	30000000	3000000	30,000,000
<b>Outstanding at the end of the period</b>	<b>3,000,000</b>	<b>30,000,000</b>	<b>3,000,000</b>	<b>30,000,000</b>

b. **Terms/rights attached to equity shares**

The company has only one class of equity shares having a par value of ₹10/- per share. Each holder of equity shares is entitled to one vote per share.

During the year ended 31-3-15, the amount of per Share Dividend recognised as distribution to equity Shareholders was ₹ Nil ( PY. Nil)

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

c. **Details of shareholders holding more than 5% shares in the company**

	31 March 2015		31 March 2014	
	Nos	% holding in the class	Nos	% holding in the class
Equity shares of ₹10/- each fully paid				
Tushar Patel	757,200	25.24%	757,200	25.24%
Tejal Patel	267,200	8.91%	267,200	8.91%
Mahendra Credit & Inv. Co.P.Ltd	165,750	5.53%	165,750	5.53%

As per records of the company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

d. The Company has not issued any bonus shares or shares for consideration other than cash or bought back equity shares during the year or for the period of five years immediately preceding the date of Balance Sheet.

## Annual Report 2014-2015

### 3 Reserves and surplus

	31 March 2015	31 March 2014
	₹	₹
<b>Surplus in the statement of profit and loss</b>		
Balance as per last financial statements	10,566,073	16,199,372
Profit / (Loss) for the year	2,888,019	(5,633,299)
Less: Carrying value of fixed assets whose life has been completed (net of deferred Tax of ₹28805) (Refer Note no. 9.2)	64,416	-
<b>Total reserves and surplus</b>	<b>13,389,676</b>	<b>10,566,073</b>

### 4 Long-term borrowings

	Non-current portion		Current maturities	
	31 March, 2015	31 March, 2014	31 March, 2015	31 March, 2014
<b>Term loans</b>				
Indian rupee loan from banks (secured)	-	-	-	221,924
<b>Vehicle Loans (secured)</b>	1,961,967	2,910,824	2,465,095	2,318,937
<b>Other loans and advances</b>				
Intercorporate Borrowings (unsecured) (refer Note No. 26.3)	14,010,906	14,147,606	-	662,341
Deposits (unsecured) (refer note 25.2)				
Deposits from shareholders	5,670,934	7,276,503	-	-
	<b>21,643,807</b>	<b>24,334,933</b>	<b>2,465,095</b>	<b>3,203,202</b>
<b>The above amount includes</b>				
Amount disclosed under the head "other current liabilities" (note 8)	-	-	2,465,095	3,203,202
<b>Net amount</b>	<b>21,643,807</b>	<b>24,334,933</b>	<b>-</b>	<b>-</b>

#### a Repayment Schedule of Loans

	Sanctioned Terms Months	Sanctioned/ Disbursed Amount	As at 31.03.2015 outstanding	As at 31.03.2014	Rate of Interest	No. of Installments	Installment Amount
<b>Term Loans</b>							
<b>From Bank</b>							
Nationalised Bank	13	7,000,000	-	221,924	14.25%	-	204,000
Vehicle Loans	36 to 60	3.20 lacs to 65 lacs	4,427,062	5,229,761	9.3% to 11.50%	7 to 52 Monthly	10551 to 138515

b Vehicle Loan obligations are secured by hypothecation of vehicles taken on lease.

**5 Provisions**

	Long-term		Short-term	
	31 March, 2015	31 March, 2014	31 March, 2015	31 March, 2014
<b>Provision for employee benefits</b>				
Provision for gratuity (note no 1-g & 26.1 )	4,033,313	3,004,669	416,686	342,225
Provision for Compensated Absences	-	-	591,277	506,690
	<b>4,033,313</b>	<b>3,004,669</b>	<b>1,007,963</b>	<b>848,915</b>
<b>Other provisions</b>				
Provision for Incometax (Net)	-	-	509,589	35,575
	-	-	<b>509,589</b>	<b>35,575</b>
	<b>4,033,313</b>	<b>3,004,669</b>	<b>1,517,552</b>	<b>884,490</b>

**6 Short-term borrowings**

	31 March 2015 ₹	31 March 2014 ₹
Cash credit from banks (secured)(refer Note No.(i) below)	71,107,395	75,904,741
Intercompany Borrowings (unsecured)	4,500,000	4,500,000
	<b>75,607,395</b>	<b>80,404,741</b>

- (i) Cash credit from banks are secured against
- a Indian rupee Working Capital loan from a nationalised bank carries interest @ 14.25 % p.a. The loan is secured by hypothecation of Stock, Book Debts, Plant & Machineries , a group company guarantee & guaranteed by Managing Director of the company
  - b Indian rupee Working Capital loan from Co operative bank carries interest @ 13.00 % p.a. The loan is secured by hypothecation of Twister machines.
- (ii) Inter Corporate Borrowing to the tune of ₹ 45.00 lacs carries interest @ 13.00 % p.a.

**7 Trade Payables :**

	31 March 2015 ₹	31 March 2014 ₹
Trade payables (refer note 25.5 for details of dues to micro and small enterprises)	<b>39,661,958</b>	<b>33,384,483</b>

**8 Other current liabilities**

Current maturities of long-term borrowings (note 4)	2,465,095	3,203,202
Interest accrued but not due on borrowings	88,189	135,176
Others		
Statutory Dues payable	1,452,006	860,114
Unpaid MD's Remuneration	656,728	214,488
Others Payable	11,365	25,450
	<b>4,673,383</b>	<b>4,438,430</b>

## Annual Report 2014-2015

### 9 FIXED ASSETS : (Refer Note 1-d)

Particulars	GROSS BLOCK (AT COST)					DEPRECIATION			NET BLOCK			
	Opening Balance as on 01/04/2014 Rs.	Additions Rs.	Deletion Rs.	Deduction/ Adjustments Rs.	Closing Balance As on 31/03/2015 Rs.	Upto 31/03/2014 Rs.	For the Year Rs.	Deletion Rs.	Deduction/ Adjustments Rs.	Upto 31/03/2015 Rs.	As on 31/03/2015 Rs.	As on 31/03/2014 Rs.
	<b>A. TANGIBLE ASSETS</b>											
1. Building (On Leased Land) (refer note 25-4c)	7,422,797	3,249,766	-	-	10,672,563	1,276,619	209,403	-	-	1,486,022	9,186,541	6,146,178
2. Furniture & Fixtures	819,320	-	-	819,320	539,257	63,310	-	-	602,567	216,753	280,063	-
3. Vehicles	5,102,425	-	1,211,818	-	3,890,607	4,117,236	266,427	1,151,227	-	3,232,436	658,171	985,189
4. Plant & Machinery	82,604,675	1,521,230	-	-	84,125,905	61,646,772	4,830,031	-	-	66,476,803	17,649,102	20,957,903
5. Computers	845,830	200,020	-	-	1,045,850	516,510	219,422	-	-	735,932	309,918	329,320
6. Office Equipment	642,598	-	-	-	642,598	361,974	45,237	-	-	407,211	235,387	280,624
	97,437,645	4,971,016	1,211,818	-	101,196,843	68,458,368	5,633,830	1,151,227	-	72,940,971	28,255,872	28,979,277
<b>Leased Assets :</b>												
7. Vehicles	12,399,361	2,027,060	-	-	14,426,421	6,945,416	1,888,778	-	-	8,834,194	5,592,227	5,453,945
<b>B. INTANGIBLE ASSETS</b>												
1. Software	157,176	-	-	-	157,176	68,319	21,428	-	-	89,747	67,429	88,857
<b>Total</b>	109,994,182	6,998,076	1,211,818	-	115,780,440	75,472,103	7,544,036	1,151,227	-	81,864,912	33,915,528	34,522,079
Previous Year	107,305,537	3,602,428	913,783	-	109,994,182	68,052,875	8,035,046	615,818	-	75,472,103	34,522,079	-
<b>Capital Work In Progress :</b>												
1. Building (On Leased Land)	1,418,334	1,831,432	-	3,249,766	-	-	-	-	-	-	-	-
<b>Total</b>	1,418,334	1,831,432	-	3,249,766	-	-	-	-	-	-	-	-
Previous Year	-	1418334	-	-	1418334	-	-	-	-	-	-	-

#### NOTE : Fixed Assets -

- [1] Vehicles include vehicles amounting to ₹ 1,63,36,4344 (P.Y. ₹ 1,43,09,374 ) which held in the name of Director/ officer of the Company.
- [2] Pursuant to the enactment of Companies Act 2013, the company has applied the estimated useful lives as specified in Schedule II, except in case of certain assets as disclosed in Accounting policy on Depreciation and Amortisation. Accordingly the unamortised carrying value is being depreciated / amortised over the revised / remaining useful lives. The written down value of Fixed Assets whose lives have expired as at 1st April 2014 have been adjusted (net of deferred tax ₹28,805) in the opening balance of General Reserve amounting to ₹64,416.

### 10 Non-current investments (refer note 1-e)

	Face Value (Rs.)	Qty. as on 31/03/15	Qty. as on 31/03/14	As on 31/03/15 (Rs.)	As on 31/03/14 (Rs.)
<b>a) QUOTED EQUITY SHARES</b>					
<b>(Fully Paid-up)</b>					
Fusion Polymers Ltd.	10	3,000	3,000	92,685	92,685
XLO Machines Ltd.	10	1,900	1,900	42,012	42,012
Veekay Fibres Ltd.	10	4,000	4,000	253,260	253,260
Kinetic Lease Finance Ltd.	10	33	33	1,500	1,500
<b>Sub Total (1)</b>				<b>389,457</b>	<b>389,457</b>
<b>b) UNQUOTED EQUITY SHARES</b>					
<b>(Fully Paid-up)</b>					
Sardar Vallabhbai Sakhari Bank Ltd.	25	10,019	9,669	250,475	241,725
Avantika Investments Pvt.Ltd.	100	1,460	1,460	649,700	649,700
Reliance Enterprises Ltd.	10	998	998	18,000	18,000
<b>Sub Total (2)</b>				<b>918,175</b>	<b>909,425</b>
<b>Total [1] + [2]</b>				<b>1,307,632</b>	<b>1,298,882</b>
<b>a) Aggregate value of Quoted Investments</b>					
Cost Price				389,457	389,457
Market Price ( Not Available)				-	-
<b>b) Aggregate value of Unquoted Investments:</b>					
Cost Price				918,175	909,425

## Sanrhea Technical Textiles Limited

### 11 Deferred tax assets (net)

	31 March 2015	31 March 2014
	₹	₹
<b>Deferred tax liability</b>		
Fixed assets: Impact of difference between tax depreciation and depreciation/ amortization charged for the financial reporting	-	88,511
<b>Gross deferred tax liability</b>	<b>-</b>	<b>88,511</b>
<b>Deferred tax asset</b>		
Unabsorbed Depreciation (Recognised to the extent of deferred tax liability)	470,009	88,511
<b>Gross deferred tax asset</b>	<b>470,009</b>	<b>88,511</b>
<b>Net deferred tax asset</b>	<b>470,009</b>	<b>-</b>

### 12 Loans and advances

	Non-current		Current	
	31 March, 2015	31 March, 2014	31 March, 2015	31 March, 2014
<b>Security deposit</b>				
Unsecured, considered good	1,167,986	1,172,986	19,440	-
<b>(A)</b>	<b>1,167,986</b>	<b>1,172,986</b>	<b>19,440</b>	<b>-</b>
<b>Advances recoverable in cash or kind</b>				
Unsecured considered good	-	-	4,259,833	3,786,143
<b>(B)</b>	<b>-</b>	<b>-</b>	<b>4,259,833</b>	<b>3,786,143</b>
<b>Other loans and advances</b>				
MAT Credit Entitelment	3,103,678	3,400,491	-	-
Advance income-tax (net of provision for taxation)	493,298	493,298	-	-
Prepaid expenses	48,320	6,715	414,261	784,758
Balances with statutory/ government authorities	-	-	78,646	2,775,136
<b>(C)</b>	<b>3,645,296</b>	<b>3,900,504</b>	<b>492,907</b>	<b>3,559,894</b>
<b>Total (A+ B + C)</b>	<b>4,813,282</b>	<b>5,073,490</b>	<b>4,772,180</b>	<b>7,346,037</b>

## Annual Report 2014-2015

### 13 Trade receivables (refer note no 25.4)

	Non-current		Current	
	31 March, 2015	31 March, 2014	31 March, 2015	31 March, 2014
Outstanding for a period exceeding six months from the date they are due for payment				
Unsecured, considered good	-	-	9,715,691	1,341,369
<b>(A)</b>	-	-	<b>9,715,691</b>	<b>1,341,369</b>
Other receivables				
Unsecured, considered good	-	-	95,831,407	81,827,352
<b>(B)</b>	-	-	<b>95,831,407</b>	<b>81,827,352</b>
<b>Total (A + B)</b>	-	-	<b>105,547,098</b>	<b>83,168,721</b>

### 14. Other assets

	Non-current		Current	
	31 March, 2015	31 March, 2014	31 March, 2015	31 March, 2014
<b>Unsecured, considered good unless stated otherwise</b>				
Non-current bank balances (note 16)	2,710,000	2,710,000	-	-
<b>(A)</b>	<b>2,710,000</b>	<b>2,710,000</b>	-	-
Others				
Interest accrued on fixed deposits	-	-	376,531	231,167
Interest Subsidy Receivable	-	-	39,960	39,960
<b>(B)</b>	-	-	<b>416,491</b>	<b>271,127</b>
<b>Total (A + B)</b>	<b>2,710,000</b>	<b>2,710,000</b>	<b>416,491</b>	<b>271,127</b>

### 15 Inventories (valued at lower of cost or net realizable value)

	31 March 2015 ₹	31 March 2014 ₹
Raw materials and chemicals (Including Goods in Transit ₹15,74,976) (refer note 19)	17,653,526	30,676,089
Work-in-progress (refer note 20)	10,937,000	16,104,059
Finished goods (refer note 20)	7,561,335	4,247,144
Stores and spares	658,399	540,039
	<b>36,810,260</b>	<b>51,567,331</b>

## Sanrhea Technical Textiles Limited

### 16 Cash and bank balances

	Non-current		Current	
	31 March, 2015	31 March, 2014	31 March, 2015	31 March, 2014
<b>Cash and cash equivalents</b>				
Balances with banks:				
On current accounts	-	-	71,894	98,433
Cash on hand	-	-	202,780	279,856
	-	-	<b>274,674</b>	<b>378,289</b>
Other bank balances				
Margin money deposit	2,710,000	2,710,000	-	-
	<b>2,710,000</b>	<b>2,710,000</b>	-	-
Amount disclosed under non-current assets (note 14)				
	2,710,000	2,710,000	-	-
	-	-	<b>274,674</b>	<b>378,289</b>

#### Margin money deposits given as security

Margin money deposits with a carrying amount of ₹2710000 (31 March 2014: ₹27,10,000) are subject to lien to secure non fund based limits from the company's bankers.

### 17 Revenue from operations

	31 March 2013	31 March 2012
	₹	₹
<b>Revenue from operations (refer note no. 1-C)</b>		
Sale of products		
Finished goods	357,786,770	302,499,174
Traded goods	-	2,336,987
Sale of services - Conversion charges	7,071,197	3,382,986
Other operating revenue		
Scrap sales	735,399	348,432
<b>Revenue from operations (gross)</b>	<b>365,593,366</b>	<b>308,567,579</b>
Less: Excise duty #	38,797,020	32,894,540
<b>Revenue from operations (net)</b>	<b>326,796,346</b>	<b>275,673,039</b>

# Excise duty on sales amounting to ₹ 38797020 (31 March 2014: ₹ 32894540/-) has been reduced from sales in statement of profit & loss and excise duty on (increase) /decrease in stock amounting to ₹ 372947 (31 March 2014: ₹ (832388)) has been considered as (income)/expense in note 22 of financial statements.

#### Details of products sold

	31 March 2015	31 March 2014
	₹	₹
<b>Finished goods sold</b>		
Fabrics	357,786,770	302,499,174
	<b>357,786,770</b>	<b>302,499,174</b>



## Annual Report 2014-2015

### Traded goods sold

	31 March 2015	31 March 2014
	₹	₹
<b>Yarn</b>	-	2,192,699
<b>Dipping Material</b>	-	144,288
	-	<b>2,336,987</b>
	<b>357,786,770</b>	<b>304,836,161</b>

### Details of services rendered

Conversion Charges	7,071,197	3,382,986
	<b>7,071,197</b>	<b>3,382,986</b>

### 18 Other income

	31 March 2015	31 March 2014
	₹	₹
<b>Interest income on</b>		
Bank deposits	264,105	224,241
Security deposit	105,003	107,654
Other interest	-	802
<b>Dividend income on</b>		
Long-term investments	18,375	18,375
Profit on sale of Assets	162,409	-
Miscellaneous Income	28,480	3,019
Exchange Variation	153,449	1,196,080
	<b>731,821</b>	<b>1,550,171</b>

### 19 Cost of raw material and chemicals consumed ( also refer Note No. 25.7)

	31 March 2015	31 March 2014
	₹	₹
Inventory at the beginning of the year	30,676,089	25,002,560
Add: Purchases	216,515,267	207,314,611
	247,191,356	232,317,171
Less: inventory at the end of the year	17,653,526	30,676,089
Cost of raw material and chemicals consumed	<b>229,537,830</b>	<b>201,641,082</b>

### Details of raw material and chemicals consumed

	31 March 2015	31 March 2014
	₹	₹
Yarn	196,323,622	175,853,954
Dipping Material		
- V P Latex	26,453,447	20,092,379
- Others	6,760,761	5,694,749
	<b>229,537,830</b>	<b>201,641,082</b>

## Sanrhea Technical Textiles Limited

### Details of inventory

	31 March 2015	31 March 2014
	₹	₹
<b>Raw materials and chemicals</b>		
Yarn	16,056,522	27,191,369
V P Latex	564,784	649,502
Others	1,032,220	2,835,218
	<b>17,653,526</b>	<b>30,676,089</b>

### 20 (Increase)/decrease in inventories

	31 March 2015	31 March 2014	(Increase) / decrease
	₹	₹	₹
<b>Inventories at the end of the year</b>			
Work-in-progress	10,937,000	16,104,059	(5,167,059)
Finished goods	7,561,335	4,247,144	3,314,191
	<b>18,498,335</b>	<b>20,351,203</b>	<b>(1,852,868)</b>
<b>Inventories at the beginning of the year</b>			
Work-in-progress	16,104,059	15,465,080	638,979
Finished goods	4,247,144	11,814,065	(7,566,921)
	<b>20,351,203</b>	<b>27,279,145</b>	<b>(6,927,942)</b>
	<b>1,852,868</b>	<b>6,927,942</b>	
<b>Work-in-progress</b>			
Yarn		7,763,939	10,050,696
Industrial Fabrics		3,173,061	6,053,363
		<b>10,937,000</b>	<b>16,104,059</b>
<b>Finished goods</b>			
Industrial Fabrics		7,561,335	4,247,144
		<b>7,561,335</b>	<b>4,247,144</b>

### 21 Employee benefit expense

	31 March 2015	31 March 2014
	₹	₹
Salaries, wages and bonus	28,220,755	20,790,800
Contribution to provident fund, ESI etc	2,062,504	1,466,638
Gratuity expense (note 26.1)	1,488,230	292,470
	<b>31,771,489</b>	<b>22,549,908</b>

## Annual Report 2014-2015

### 22 Other expenses

	31 March 2015	31 March 2014
	₹	₹
Consumption of stores and spares ( also refer Note No. 25.8)	3,689,177	3,725,490
(Increase)/decrease of excise duty on inventory	372,947	(832,388)
Power and fuel	11,728,797	9,943,560
Weaving & Other job work charges	2,590,518	1,926,705
Freight and forwarding charges	8,416,435	8,069,518
Rent	420,587	420,587
Rates and taxes	34,865	32,001
Insurance	774,071	754,181
Repairs and maintenance		
Plant and machinery	1,109,448	657,170
Buildings	160,121	-
Travelling and conveyance	7,124,568	4,200,421
Payment to auditor (Refer details below)	198,650	192,050
Fixed assets written off	-	78,475
Bad Debts	448,641	-
Loss on sale of assets (Net)	-	84,490
Miscellaneous expenses	2,988,912	2,873,947
	<b>40,057,737</b>	<b>32,126,207</b>

### Payment to auditor

	31 March 2015	31 March 2014
	₹	₹
<b>As auditor:</b>		
Audit fee	110,000	95,000
Tax audit fee	40,000	35,000
Limited review	15,000	15,000
<b>In other capacity:</b>		
Taxation matters	24,000	23,000
Other services	-	15,500
Reimbursement of expenses	9,650	8,550
	<b>198,650</b>	<b>192,050</b>

### 23 Depreciation and amortization expense

	31 March 2015	31 March 2014
	₹	₹
Depreciation of tangible assets	7,429,387	8,011,202
Amortization of intangible assets	21,428	23,844
	<b>7,450,815</b>	<b>8,035,046</b>
Less: Withdrawn from Deferred Government Grant	226,401	226,401
	<b>7,224,414</b>	<b>7,808,645</b>

**24 Finance costs**

	31 March 2015	31 March 2014
	₹	₹
Bank Interest	9,416,427	9,369,979
Bank charges	1,144,882	659,135
Finance Charges	521,866	626,456
Other Interest	2,611,913	1,147,155
	<b>13,695,088</b>	<b>11,802,725</b>

**25. Additional information to the Financial Statements**

25.1 Contingent Liabilities in respect of:	As at	As at
	31-03-2015	31-03-2014
	Rupees	Rupees

Disputed demands of Income tax in respect of earlier years for which appeals have been preferred before higher authorities.	0	0
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Note: A future cash outflow in respect of above depends on ultimate settlement/conclusions with the relevant authorities.

25.2 The Company has accepted fixed deposit from promoters/shareholders by way of unsecured loans pursuant to requirement of nationalized bank of disbursing secured loans, so long as such loans are outstanding. Such fixed deposit falls under the purview of exempted borrowings under section 73 to 76 of the Companies Act, 2013 and the rules framed there under.

25.3 No provision for diminution of ₹ 3,89,457/- in value of long term quoted investments has been made individually since in the opinion of the management such diminution is of temporary nature and do not represent a permanent fall in the value of individual investment.

25.4 (a) The balances of Trade Receivables/ Trade Payables are subject to confirmation. Adjustments, if any will be made in accounts on subsequent confirmation/reconciliation.

(b) Trade Receivables over six months old amounting ₹ 97,15,691/- (P.Y. ₹ 13,41,369/-) are being pursued by the Company. In the opinion of the management they are considered good and fully recoverable.

25.5 Based on the information available with the Company, there are no suppliers who are registered under Micro, Small & Medium Enterprises Development Act, 2006 as at 31<sup>st</sup> March , 2015. Hence, the disclosure relating to amounts unpaid as at the year ended together with interest paid/ payable under this act have not been given. This is relied upon by auditors.

**25.6 Remuneration to key managerial personnel**

	2014-15	2013-14
	Rupees	Rupees
Mr. Tushar Patel, Managing director Salary & bonus	19,99,260	12,99,960
Contribution to PF	2,28,000	1,44,000
Perquisites	1,612	1,652
<b>Total</b>	<b>22,28,872</b>	<b>14,45,612</b>

**24.7 Value of Raw material consumed:**

	2014-15		2013-14	
	In Rs.	% of total Consumption	In Rs.	% of total Consumption
(a) Imported	19,29,52,381	84.06	15,07,61,180	74.77
(b) Indigenous	3,65,85,449	15.94	5,08,79,902	25.23
	<b>22,95,37,830</b>	<b>100.00</b>	<b>20,16,41,082</b>	<b>100.00</b>

## Annual Report 2014-2015

### 25.8 Value of Stores & Spares consumed

	2014-2015		2013-2014	
	In Rs.	% of total Consumption	In Rs.	% of total Consumption
(a) Imported	00	00.00	00	00.00
(b) Indigenous	36,89,177	100.00	37,25,490	100.00
	36,89,177	100.00	37,25,490	100.00

### 25.9 Value of Imports on CIF basis and Expenditure In Foreign Currency.

	2014-2015 ( in Rs.)	2013-14 ( in Rs.)
(a) Value of Imports (Raw Material/Parts)	16,23,90,634	14,58,35,636
(b) Expenditure in Foreign Currency	33,57,255	16,29,185
(c) Earning in Foreign Currency Value - Exports of Fabrics (FOB Value)	87,45,880	2,16,47,192

## 26 Disclosure under accounting standard

### 26.1 Disclosure as per Accounting Standard (Revised) Employee Benefits 15:

#### (i) Defined Contribution Plans:

Amount of ₹ 19,56,082/- (P.Y. ₹ 13,46,822/-) is recognized as expenses and included in "Employee's expenses" (Note 21 ) in the Statement of Profit & Loss.

#### (ii) Defined Benefit Plan :

##### GRATUITY BENEFIT – Unfunded

	Defined benefit Obligation 31-03-15	Defined benefit Obligation 31-03-14
a) The changes in the present value of defined benefit obligation represent reconciliation of opening and closing balance thereof as follows:		
Opening defined benefit Obligation	3346894	3261469
Service Cost	223309	289787
Interest Cost	311931	269071
Actuarial Losses (Gains) Due to Financial Assumption	488277	(266388)
Actuarial Losses (Gains) Due to Experience	464713	-
Losses (Gains) on curtailments	-	-
Liabilities extinguished on settlement	-	-
Liabilities assumed in an amalgamation in the Nature of purchase	-	-
Exchange difference on foreign plans	-	-
Benefit Paid	(385125)	(207045)
Closing defined benefit obligation	4449999	3346894
b) The amounts recognized in the Income statement are as follows:		
Current Service Cost	223309	289787
Interest on Obligation	311931	269071
Expected return on plan assets	-	-
Net Actuarial Losses (Gains) recognized in year	952990	(266388)
Past service cost		
Losses (gains) on curtailments and settlement	-	-
Expenses Recognised in P & L	1488230	292470

## Sanrhea Technical Textiles Limited

	<b>Defined benefit Obligation 31-03-15</b>	Defined benefit Obligation 31-03-14
c) The amounts recognized in Balance Sheets are as follows:		
Fair Value of plan assets	-	-
Present value of Benefit obligations	(4449999)	3346894
Unrecognized past service cost	-	-
Funded status ( Surplus/ Deficit)	(4449999)	3346894
Net Liability	(4449999)	3346894
d) Principal actuarial assumptions at the balance sheet date (expressed as weighed averages):		
Discount rate	8.00%	9.32%
Expected Return on Plan assets	0.00%	0.00%
Proportion of employees opting for early retirement	-	-
Annual increase in salary costs	6.00%	6.00%
Attrition Rate	2.00%	2.00%
e) The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion, and other relevant factors, such as supply and demand in the employment market.		
Amount for the current period are as follows:		
Defined benefit obligation	4449999	3346894
Plan assets	-	-
Surplus(deficit)	(4449999)	(3346894)
Experience adjustments on plan liabilities	-	-
Experience adjustments on plan assets	-	-
f) Movement in net liability recognized in balance sheet:		
Net opening liability	3346894	3261469
P&L Charge	1488230	292470
Benefits paid	(385125)	(207045)
Closing net liability	4449999	3346894

Notes : The company provides retirement benefits in the form of Provident Fund, Gratuity and Leave Encashment. Provident fund contributions made to " Government Administrated provident Fund" are treated as defined contribution plan since the company has no further obligations beyond its monthly contributions. Gratuity is treated as defined benefit plan and remains unfunded.

### 25.2 Segment information as per Accounting Standard 17:

Segment reporting as defined in Accounting Standard 17 is not applicable since the entire operation of the Company relates to only one segment i.e. Industrial fabrics. Similarly, revenue of international segment does not exceed 10 % of the total revenue and hence there is also no reportable geographical segment.

## Annual Report 2014-2015

### 26.3 Related Party Transaction as per Accounting Standard 18:

- A) Name of related party & description of relationship with whom transactions taken place:
- a. Key Management Personnel:
    1. T.M. Patel
    2. Tejal T. Patel
  - b. Relatives of key Management person:
    1. M.A. Patel
    2. M.A. Patel HUF
  - c. Enterprises owned or significantly influenced by key management personnel or their relatives:
    1. Mahendra Credit & Investments Co.P.Ltd.
    2. Avantika Investments Pvt.Ltd.
    3. Tejal Trading Pvt.Ltd.

B) Disclosure of Material Transactions with Related Parties :

No	Nature of Transactions	Key Management Personnel:	Relatives of Key Management person:	Enterprises owned or significantly influenced by key management personnel or their relatives:	Total
<b>1</b>	<b>Interest Paid</b>				
a)	Tushar Patel.	51,239 (—)	— (—)	— (—)	51,239 (—)
b)	Tejal Patel	11,884 (—)	— (—)	— (—)	11,884 (—)
c)	Tushar HUF	— (—)	11,884 (—)	— (—)	11,884 (—)
d)	M.A.Patel,HUF	— (—)	36,652 (—)	— (—)	36,652 (—)
<b>2</b>	<b>Purchase</b>				
a)	Mahendra credit & investment co.P.Ltd	— (—)	— (—)	4,90,104 -508557	4,90,104 (5,08,557)
<b>3</b>	<b>Loan Taken</b>				
a)	M.A.Patel- HUF	— (—)	27,62,530 (28,55,135)	— (—)	27,62,530 (28,55,135)
b)	Tushar Patel	50,37,956 (5,00,000)	— (—)	— (—)	50,37,956 (5,00,000)
c)	Tejal Patel	7,84,441 (5,85,060)	— (—)	— (-)	7,84,441 (5,85,060)
d)	Tushar Patel HUF	— (—)	— (3,00,000)	— (—)	— (3,00,000)
e)	Mahendra Credit & Investment cp. P. Ltd.	— (—)	— (—)	8,75,000 (58,00,000)	8,75,000 (58,00,000)

## Sanrhea Technical Textiles Limited

No	Nature of Transactions	Key Management Personnel:	Relatives of Key Management person:	Enterprises owned or significantly influenced by key management personnel or their relatives:	Total
<b>Loan Repaid</b>					
a)	Mahendra Credit & Investments Co.P.Ltd.	— (—)	— (—)	5,88,500 (29,25,000)	5,88,500 (29,25,000)
b)	M.A.Patel- HUF	— (—)	78,31,375 (28,98,190)	— (—)	78,31,375 (28,98,190)
c)	Tushar Patel	10,06,343 (37,221)	— (—)	— (—)	10,06,343 (37,221)
d)	Tejal T. Patel	— (-)	10,52,779 (6,99,417)	— (-)	10,52,779 (6,99,417)
e)	Avantika Inv P. ltd;	— (—)	— (—)	4,23,200 (25,000)	4,23,200 (25,000)
f)	Tushar HUF	— (—)	3,00,000 (—)	— (—)	3,00,000 (—)
<b>4</b>	<b>Balances with Related Parties as on 31-3-2015 for</b>				
	<b>(i) Loan Taken</b>				
a)	Mahendra Credit & Investments Co.P.Ltd.	— (—)	— (—)	1,27,53,744 (1,24,67,244)	1,27,53,744 (1,24,67,244)
b)	M. A. Patel HUF	— (—)	— (50,68,845)	— (—)	— (50,68,845)
c)	Tushar Patel	56,17,816 (15,86,202)	— (—)	— (—)	56,17,816 (15,86,202)
d)	Tejal Patel	53,118 (3,21,456)	— (—)	— (—)	53,118 (3,21,456)
e)	Avantika Inv.P. ltd.	— (—)	— (—)	12,57,162 (16,80,362)	12,57,162 (16,80,362)
f)	Tushar Patel HUF	— (—)	— (3,00,000)	— (—)	— (3,00,000)
	<b>(ii) Trade Payables</b>				
a)	Mahendra Credit & Investments Co.P.Ltd..	— (—)	— (—)	— (58,800)	— (58,800)
	<b>(ii) Against corporate Guarantee Taken</b>				
a)	Mahendra Credit & Investments Co.P.Ltd.	— (—)	— (—)	20,00,000 (20,00,000)	20,00,000 (20,00,000)
b)	Tushar Patel	6,41,65,590 (6,66,37,747)	— (—)	— (—)	6,41,65,590 (6,66,37,747)



## Annual Report 2014-2015

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Note :

- a) Loan taken from Key Management person, relatives of key Management persons and enterprises owned or significantly influenced by key management personnel or their relatives are interest free. Interest bearing loan taken from enterprises owned by Key management personnel do not stipulate any repayment schedule.
- b) Payment to Key Management personnel in form of Managing Director's remuneration is shown in Note No. 25.6
- c) Figures in brackets relate to previous year

### 26.4 Disclosure as per Accounting Standard 19: Lease

Lease rent agreement of land and building has expired on 1<sup>st</sup> November 2007. However the company is hopeful to get renewal and to extend the use of land and building thereon. Hence, depreciation on original Building and additional building constructed on leasehold land is calculated at the rates and in the manner specified in schedule II of the Companies Act, 2013. ( Refer Note-9). Rent paid for such property for the year amounts to ₹ 4,19,587 (P.Y. ₹ 4,19,587)

### 26.5 Earnings Per Share as per accounting standard 20 :-

- a) The amount used as the numerator in calculating basic and diluted EPS is the Net Profit for the year disclosed in the statement of profit and loss.
- b) The weighed average number of the equity shares used, as the denominator in calculating both basic and diluted earning per share is 30,00,000 shares.

27 The figure of previous year has been re-grouped/ re-cast as far as possible to make them comparable with those of the current year.

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As per our report of even date  
For, **KANTILAL PATEL & CO.,**  
*CHARTERED ACCOUNTANTS*  
Firm Registration No: 104744W  
**Mayank S. Shah**  
*PARTNER*  
Membership No.: 44922  
Place : Ahmedabad  
Date : 29/05/2015

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FOR & ON BEHALF OF BOARD OF DIRECTORS

Tushar Patel [Managing Director]

Rashmikant Raval [Director]

Dhawal Jadhav [Company Secretary]

Jasu Patel [Chief Financial Officer]

## SANRHEA TECHNICAL TEXTILE LIMITED

CIN: L17110GJ1983PLC006309

Regd. Off.: Parshwanath Chambers, 2<sup>nd</sup> Floor, Nr. New RBI Building, Income Tax, Ashram Road, Ahmedabad-380014

### PROXY FORM

I/We \_\_\_\_\_ of \_\_\_\_\_  
in the district of \_\_\_\_\_ being a Member/Members of the above named company,  
hereby appoint \_\_\_\_\_ of \_\_\_\_\_ in the  
district of \_\_\_\_\_ or failing him \_\_\_\_\_ of  
\_\_\_\_\_ in the district of \_\_\_\_\_ as my / our Proxy to  
attend and vote for me/us and on my/our behalf at the 32<sup>nd</sup> Annual General Meeting of the Company to be  
held on Wednesday, the 30<sup>th</sup> September, 2015 at 10.00 am and at any adjournment thereof in respect of such  
resolutions as are indicated below.

I wish my/our above proxy to vote in the manner as indicated in the box below:

Sr.No.	Resolutions	For	Against
1.	To Receive consider and adopt the audited Financial Statements of the company, Auditors Reports and Directors Report for the year ended on 31 <sup>st</sup> March 2015		
2.	To re-appoint Mr. Miten Mehta, as a Director, Who retires by rotation		
3.	To appoint M/s. Kantilal Patel & Co., Chartered Accountants [Firm Registration No: 104744W] as Auditors and to determine their remuneration		
4.	To Regularise Mr. Rashmikant Babulal Raval , as an Independent Director		
5.	To Regularise Mrs. Tejal Tushar Patel , as an Non Excutive Director		

Signed this \_\_\_\_\_ day of \_\_\_\_\_ 2015

Signature of shareholder (s) \_\_\_\_\_

Signature of Proxy \_\_\_\_\_

Folio No: \_\_\_\_\_

\*DP ID: \_\_\_\_\_ \*Client ID: \_\_\_\_\_

No. Of Shares Held \_\_\_\_\_

**Notes:** The proxy must be deposited at the Registered Office of the Company not less than 48 hours before the time for holding the meeting.

\* Applicable for members holding shares in Electronic Form.

## SANRHEA TECHNICAL TEXTILE LIMITED

CIN: L17110GJ1983PLC006309

Regd. Off.: Parshwanath Chambers, 2<sup>nd</sup> Floor, Nr. New RBI Building, Income Tax, Ashram Road, Ahmedabad-380014

### ATTENDANCE SLIP

I hereby record my presence at the 32<sup>nd</sup> Annual General Meeting of the Company held at 10.00 am at Parshwanath Chambers, 2<sup>nd</sup> Floor, Nr. New RBI Building, Income Tax, Ashram Road, Ahmedabad-380014 of the company on Wednesday , the 30<sup>th</sup> September, 2015, at 10.00am

Full Name of the Shareholder \_\_\_\_\_ (Block Letters)

Folio No: \_\_\_\_\_

\*DP ID : \_\_\_\_\_ \*Client ID : \_\_\_\_\_

No. Of Shares Held \_\_\_\_\_

\_\_\_\_\_  
Signature of the Shareholder/Proxy

**Notes:** Please fill this Attendance Slip and handover at the entrance of the Hall.

\* Applicable for members holding shares in Electronic Form.





*If undelivered please return to :*

**SANRHEA TECHNICAL TEXTILES LIMITED**

CIN: L17110GJ1983PLC006309

Regd. Off. : Parshwanath Chambers, 2nd Floor,

Nr. New RBI Building, Income Tax,

Ashram Road, Ahmedabad-380 014

Ganapati, A'bad, Ph. (079) 26568111