

FORM DPT-1
CIRCULAR OR CIRCULAR IN THE FORM OF ADVERTISEMENT INVITING DEPOSITS

[Pursuant to section 73 (2)(a) and section 76 and rule 4(1) and 4(2) of the Companies (Acceptance of Deposits) Rules, 2014]

1. GENERAL INFORMATION
a. Name, address, website and other contact details of the company

Name : SHREE RAJASTHAN SYNTEX LIMITED

Address : "SRSL HOUSE ", PULLA BHUWANA ROAD, N.H. NO. 8 UDAIPUR-(RAJ)-313004

Website : www.srsl.in

Other Contact details : Land line No.: 0294-2440334,

Fax No.: 0294-2440632;

Email: cs@srsl.in

CIN : L24302RJ1979PLC001948

b. Date of : 15th November, 1979;

incorporation of company
c. Business carried on by the company and its subsidiaries with the details of branches or units, if any:

The Company is engaged in the man-made fibre spun yarn, cotton yarn and polypropylene Multifilament Yarn. It has its factories at Dungarpur in Rajasthan. Its Regd. Office is situated at Udaipur (Raj.). It has establishments at Mumbai, Delhi, Bhilwara, Ludhiana and Jaipur. The Company has no subsidiary;

d. Brief particulars of the management of the Company :

The Company is managed by Shri Vinod Kumar Ladia, Chairman and Shri Vikas Ladia, Managing Director and Chief Executive Officer, under the supervision, direction and control of the Board of Directors;

e. Names, addresses, DIN and occupations of the directors;

S. No.	Name	Address	DIN	Occupation
01	Shri Vinod Kumar Ladia	"Shyam Kunj", Modern Complex, Bhuwana N.H. No. 8, Udaipur-313 004	00168257	Industrialist
02	Shri Vikas Ladia	A/2 SRSL Staff Colony, Dungarpur, Rajasthan-314001	00256289	Service
03	Shri Anubhav Ladia	"Shyam Kunj", Modern Complex, Bhuwana N.H. No. 8, Udaipur-313 004	00168312	Service
04	Shri Raj Singh Nirwan	C-32, Lal Kothi Scheme, Near SMS Stadium Jaipur- 302 015	00313799	Professional
05	Shri Narendra Nath Agrawala	B-303 Padmawati Appartment, NewNavratan Complex Bhuwana Udaipur(Raj)-313004	00168211	Professional
06	Shri Ravinder Narain	55, Sunder Nagar New Delhi-110 003	00059197	Solicitor
07	Shri Roshan Lal Kunawat	65, Panchseel Marg, Near Town Hall, Udaipur-313 004 (Raj.)	00196938	Professional
08	Shri Susheel Jain	B-54, New Grain Mandi Kota (Raj.)	00378678	Professional
09	Shri Sunil Goyal	S.R. Goyal & Co. Chartered Accountants SRG House, 2 M I Road, Opp. Ganpati Plaza, Jaipur-302001	00110601	Professional
10	Smt Neelima Khetan	2 B, Sukhdevi Nagar, Opposite St. James School, Bedla, Udaipur-313001 (Raj.)	05113000	Professional

f. Management's perception of risk factors:

Shree Rajasthan Syntex Limited is a well established company since 1979 having adequate surplus for timely repayment of fixed deposits. The Company operates under a highly competitive textile market having very low margins and is vulnerable to the volatilities in the selling markets. The Credit Rating is 'CARE D (FD)[Single D (Fixed Deposit)] for FD's repayable within one to three years from the date of issuance.

Further in order to make repayment of maturing unsecured deposits, the company has deposited 15% Liquid amount of deposits maturing at the year end of 2019 & 2020 in a separate Deposit repayment reserve account in the Bank which ensure less risk factors;

g. Details of default, including the amount involved, duration of default and present status, in repayment of -

- | | |
|--|------|
| I. Statutory dues | NIL |
| II. Debentures and interest thereon | N.A. |
| III. Loan from any bank or financial institution and interest thereon. | * |

* The Banks have restructured the Loan amounts and the same is under implementation. Once, implemented, the Company's Loan shall be regularised.

2. PARTICULARS OF THE DEPOSIT SCHEME

- a. Date of passing of board resolution : 25th May, 2018
- b. Date of passing of resolution in the : 29th September, 2015 general meeting authorizing the invitation of such deposits
- c. Type of deposits, i.e., whether : Unsecured Deposits secured or unsecured
- d. Amount which the company can : Rs. 9,44,45,167 raise by way of deposits as per the Act and the rules made thereunder from members,
The aggregate of deposits : Rs. 3,74,86,000 actually held on 31.03.2018
The aggregate of deposits on the : Rs. 3,68,86,000 date of issue of the Circular or advertisement
Amount of unsecured deposit : Rs. 5,75,59,167 proposed to be raised
Amount of deposit repayable : Rs. 14,18,000 within the next 12 months
- e. Terms of raising of unsecured deposits : Duration, Rate of interest, mode of payment and repayment (As per the details mentioned here-under)

e.1 UNSECURED FIXED DEPOSIT SCHEME
SCHEME 'A' – NON CUMULATIVE SCHEME

(Interest payable quarterly/monthly)*

Period	Rate of interest
One year	: 8.5 % P.A.
Three years	: 9.5 % P.A.

SCHEME 'B' – CUMULATIVE SCHEME

(Interest payable on maturity)*

Period	Rate of interest	Amount payable on maturity on amount deposited for every Rs. 10,000.00/-
One year	: 8.5 % P.A.	Rs. 10,880.00/-
Three years	: 9.5 % P.A.	Rs. 13,250.00/-

Interest is compounded quarterly.

* Additional interest of 0.5% shall be given per annum to the senior citizens above the age of 60 years.

e.2 MODE OF PAYMENT AND REPAYMENT :-

by Cheque/DD/NEFT/RTGS

e.3 TERMS OF DEPOSIT:

Unsecured fixed deposits will be accepted in multiples of Rs.1000/- with a minimum of Rs.10,000/- (except in case of renewal of deposit where the minimum deposit acceptable shall be Rs.5,000/-) and maximum of Rs. 10,00,000/- by cheque payable at Udaipur. Depositors residing outside Udaipur can send demand draft payable at Udaipur at the registered office of the company after deducting usual bank commission.

The Company reserves the right to alter or amend without notice, any or all of the terms and conditions governing fixed deposits, subject to the provisions of the Companies (Acceptance of Deposits) Rules, 2014 and any amendment thereof from time to time. The acceptance/renewal of deposits is subject to the rules and regulations contained in the application form.

e.4 OTHER DETAILS

Deduction of Income Tax at source wherever applicable.

- f. Proposed time schedule : The fixed deposit scheme mentioning the date of opening shall commence as and of the Scheme and the time when this advertisement Period for which the Circular or is issued and shall be valid Advertisement is valid; till 30th September, 2019 or the date of the Company's Annual General Meeting to be held in year 2019 whichever is earlier.
- g. Reasons or objects of raising the deposits : For maintaining Liquidity & for expansion of the business.
- h. Credit rating obtained : YES
 Name of the Credit Rating Agencies : Credit Rating Analysis & Research Ltd
 Rating obtained : 'CARE D (FD)' [Single D (Fixed Deposit)]
 Meaning of the rating obtained : Instruments with this rating are in default or are expected to be in default soon
 Date on which rating was obtained : 14th July, 2017

- i. Extent of deposit insurance : No Product is available.
 Name of the Insurance Company, Terms of the insurance coverage, Duration of coverage, Extent of coverage, Procedure for claim in case of default etc.
- j. Short particulars of the charge created or to be created Securing such deposits, if any : N.A. as Fixed Deposits are unsecured.
- k. Any financial or other material interest of the directors, promoters or key managerial personnel in such deposits and the effect of such interest in so far as it is different from the interests of other persons : None of the Directors, promoters, Key Managerial Personnel & their relatives are concerned or interested except to the extent of deposit, held by them in the Company

3. DETAILS OF ANY OUTSTANDING DEPOSITS

- a. Amount Outstanding : Rs. 3,68,86,000/- as on 25.05.2018
- b. Date of acceptance : Accepted on different dates
- c. Total amount accepted : Rs. 12,13,15,000/- (01.04.2014 - 31.03.2018)
- d. Rate of interest
 One year : 8.5 % P.A.
 Three year : 9.5 % P.A.
- e. Total number of depositors : 11 DEPOSITORS
- f. Default, if any, in repayment of deposits and payment of interest thereon, if any, including number of depositors, amount and duration of default involved : NIL
- g. Any waiver by the depositors, of interest accrued on deposits : NO

4. FINANCIAL POSITION OF THE COMPANY

- a. Profits of the company, before and after making provision for tax, for the three financial years immediately preceding the date of issue of circular or advertisement;

(Amount in Lakhs.)

Particulars	31st March, 2018 (IND AS)	31st March, 2017 (IND AS)	31st March, 2016 (IGAAP)
Profit/Loss before tax	(865)	(122)	(272.82)
Profit/Loss after tax	(292)	(37)	(209.83)

- b. Dividends declared by the Company in respect of the said three financial years:

Dividends	For the accounting year ended		
	31st March, 2018	31st March, 2017	31st March, 2016
On equity shares	NIL	NIL	NIL
On preference shares	N/A	N/A	N/A

Interest coverage ratio for last three years (Cash profit after tax plus interest paid)

Interest coverage ratio	31 st March, 2018 (IND AS)	31 st March, 2017 (IND AS)	31 st March, 2016 (IGAAP)
	0.70	1.24	1.18

C. A summary of the financial position of the company as in the three audited balance sheets immediately preceding the date of issue of circular or advertisement;

S. No	Particulars	As at 31 st March, 2018	As at 31 st March, 2017	As at 31 st March, 2016
I	ASSETS			
(1)	Non-current Assets			
a	Property, plant and equipment	8,282.34	8,774.89	9,375.40
b	Capital work-in-progress	-	-	-
c	Intangible assets	0.68	0.01	0.01
d	Financial assets			
i	Investments	0.15	0.15	0.15
ii	Loans	125.46	230.52	255.83
e	Deferred Tax Assets (net)	314.74	32.91	5.98
f	Other non-current assets	2.84	6.86	5.60
	Total Non-current assets	8,726.21	9,045.34	9,642.97
(2)	Current Assets			
a	Inventories	2,592.89	5,511.25	4,510.88
b	Financial Assets			
i	Trade Receivable	990.32	728.41	1,126.31
ii	Cash and cash equivalents	36.82	29.52	78.59
iii	Bank balances other than (ii) above	75.17	60.27	30.76
iv	Loans	78.75	5.00	5.00
v	Other financial assets	2.72	2.82	5.49
c	Other current assets	5,975.68	4,605.67	4,188.31
d	Current tax assets	25.98	18.92	38.85
	Total Current Assets	9,778.33	10,961.86	9,984.19
	Total Assets	18,504.54	20,007.20	19,627.16
II	EQUITY AND LIABILITIES			
1.	Equity			
a	Equity Share Capital	1,370.23	1,305.23	1,240.23
b	Other equity	1,386.87	1,932.53	1,996.31
c	Money received against allotment of Share Warrants	-	16.25	-
	Total Equity	2,757.10	3,254.01	3,236.54
	Liabilities			
	Non Current Liabilities			
a	Financial Liabilities			
i	Borrowings	4,478.93	3,501.22	4,490.58
ii	Other financial liabilities	163.18	152.21	150.53
b	Provisions	278.78	298.23	288.60
	Total Non Current Liabilities	4,920.89	3,951.66	4,929.71
2.	Current Liabilities			
a	Financial liabilities			
i	Borrowings	4,969.82	5,379.63	4,441.60
ii	Trade payables	4,272.25	5,163.10	4,771.86
iii	Other financial liabilities	1,097.88	1,718.76	1,756.20
b	Provisions	168.17	196.02	187.51
c	Other Current Liabilities	318.42	344.02	303.74
	Total Current Liabilities	10,826.54	12,801.53	11,460.91
	Total Liabilities	15,747.43	16,753.19	16,390.62
	TOTAL EQUITY LIABILITIES	18,504.53	20,007.20	19,627.16

d. Audited Cash Flow Statement for the three years immediately preceding the date of issue of circular or advertisement;

(Amount in Lacs)

S. No	Particulars	2017-18 (IND AS)	2016-17 (IND AS)	2015-16 (I GAAP)
A	Cash flow from Operating Activities			
	Net cash inflow / (outflow) from Operating Activities	517.31	1,274.31	1989.46
B	Cash Flow from Investing Activities			
	Net cash inflow / (outflow) from Investing Activities	201.45	190.14	494.85
C	Cash flow from Financing Activities			
	Net cash inflow / (outflow) from Financing Activities	(696.52)	(1,484.02)	(2553.43)

e. Any change in accounting policies during the last three years and their effect on the profits and the reserves of the company: The Ministry of Corporate Affairs(MCA) vide its notification in the Official Gazette dated 16th February, 2015 notified The Companies (Indian Accounting Standard) Rules, 2015. Ind AS has replaced the existing Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with the rules made thereunder. Accordingly, the Company has adopted Ind As from 1st April, 2017, with a transition date of 1st April, 2016. Therefore, the figures are restated wherever required.

5. DIRECTORS HEREBY DECLARE THAT :

- the company has not defaulted in the repayment of deposits accepted either before or after the commencement of the Act or payment of interest there on;
- the board of directors have satisfied themselves fully with respect to the affairs and prospects of the company and that they are of the opinion that having regard to the estimated future financial position of the company, the company will be able to meet its liabilities as and when they become due and that the company will not become insolvent within a period of one year from the date of issue of the circular or advertisement;
- the company has complied with the provisions of the Act and the rules made there under;
- the compliance with the Act and the rules does not imply that repayment of deposits is guaranteed by the Central Government;
- the deposits accepted by the company before the commencement of the Act have been repaid.
- In case of any adverse change in credit rating, depositors will be given a chance to withdraw deposits without any penalty.
- the deposits shall be used only for the purposes indicated in the Circular or circular in the form of advertisement;
- the deposits accepted by the company (other than the secured deposits, if any, aggregate amount of which to be indicated) are unsecured and rank pari passu with other unsecured liabilities of the company.

Disclaimer : It is to be distinctly understood that filing of circular or circular in the Form of advertisement with the Registrar should not in any way be deemed or construed that the same has been cleared or approved by the Registrar or Central Government. The Registrar or Central Government does not take any responsibility either for the financial soundness of any deposit scheme for which the deposit is being accepted or invited or for the correctness of the statements made or opinions expressed in the circular or circular in the Form of advertisement. The depositors should exercise due diligence before investing in the deposits schemes.”.

Date : 25th May, 2018

Place : Udaipur

By and on behalf of the Board of Director

Sd/-
(Mr. Vikas Ladia)

Sd/-
(Mr. Anubhav Ladia)

Sd/-
(Mr. R.S. Nirwan)

Sd/-
(Mr. Susheel Jain)

Sd/-
(Mr. N.N. Agrawala)

Sd/-
(Mr. R.L. Kunawat)

Sd/-
(Ms. Neelima Khetan)

Sd/-
(Mr. Sunil Goyal)