

Chairman's Message

Dear Shareholders,

I welcome all of you to the 37th AGM on behalf of the Board of Directors and the Employees. I hope and pray that all of you and your families are keeping safe.

THE BACKDROP:

The Company, under its previous management had shut operations since May 2019 and was admitted to CIRP under Insolvency and Bankruptcy Code, 2016. The Resolution Plan was approved by Hon'ble NCLT, Ahmedabad on 07/08/2020.

In October 2020, the company got acquired by the current management and commenced its operations in November 2020.

We learnt that opportunities do come during adverse conditions, and we envisaged a lot of synergy going forward in adding the company into our fold.

THE INDIAN ECONOMY:

The year 2020 brought everything to a stand-still due to the pandemic. The loss of human lives was devastating and priorities shifted from growth in business to safeguarding human lives.

The Indian GDP contracted by 7.3% in FY 2021. H2 of FY21 saw a consistent Manufacturing & Services PMI above the 50 points mark. Lives Vs Livelihoods was a constant battle throughout the year.

THE CHALLENGES:

The re-starting of the plant required a lot of technicians for repairing and maintenance of machinery, recruitment of technical expertise at middle and senior as well as skilled manpower to kick start the operations. Owing to lockdowns and non-availability of migrant workers and travel restrictions, the Company faced a lot of delays in achieving higher capacity utilization and start-stop situations.

We also experienced a severe short supply of Polypropylene- our key raw material. Prices went by over 40% in the Jan-Mar 21 quarter.

This has been a year of sowing seeds for us. The most important of all resources is the human resource. We have manned the senior positions with professionals with proven track record. Logistics continued to be a challenge especially for international trade.

OPPORTUNITIES AHEAD:

Our priority is to restore the operations to full capacity, produce the entire range of our product portfolio, upgrade the infrastructure and restore customer confidence. We are also targeting export markets for our fabrics and bags. It augurs well for the Company that a good measure of our fabric will be utilized by group companies as their input material.

Our solid experience of having a built business from scratch in the similar field will stand in good stead, going ahead.

Any metamorphosis or transformation has to go through an intense process. The results then are a delight. We are focused and committed on being a customer-centric and quality-driven organization.

In conclusion, I am thankful to our Board for championing best practices and guiding us with foresight in such challenging times. I take this opportunity to express my heartfelt appreciation for our teams, our leaders, as well as our customers, who continue to stand by us. While working together through challenges, we have realised our individual strengths, which will help us pull through adverse times.

I am extremely grateful to them and acknowledge the support of our Creditors, Customers, Bankers and every other stakeholder for their faith and trust in our abilities.

We also wish to thank the COVID-19 frontline workers for their selfless service to the greater community which is helping us all get through these tough times. Our safety and security are a collective responsibility that requires all of us to contribute to the best of our abilities. I wish you all a safe and healthy year ahead.

Sincerely,



Anil Goyal
Chairman