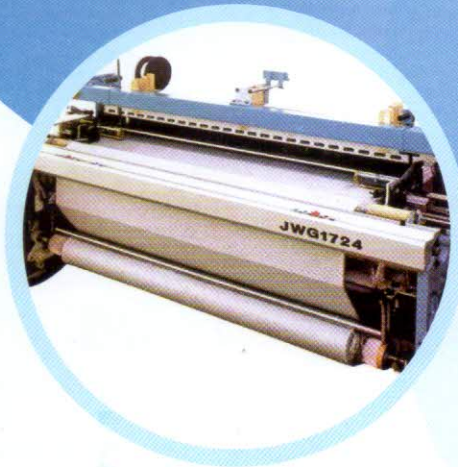


POWERLOOM DEVELOPMENT & EXPORT PROMOTION COUNCIL

21st Annual Report
2015–16



PDEXCIL



Committee of Administration, PDEXCIL on the occasion of the 20th Annual General Meeting held on 29.09.2015 at Mumbai.

Inauguration of BSM Puducherry by Shri N. Rangasamy, Hon'ble Chief Minister, Govt of Puducherry in the presence of Shri M.Duraisamy, Chairman, PDEXCIL and other guests of honours held on 16th to 20th December,2015.



Conference hall of PDEXCIL inaugurated by Smt.Kavita Gupta, Hon'ble Textile Commissioner, Mumbai on 30/12/2015 in the presence of Shri M.Duraisamy, Chairman, PDEXCIL and all the COA Members.

Smt.Kavita Gupta, Hon'ble Textile Commissioner, Mumbai has released News Letter on 30/12/2015 in the presence of Shri M.Duraisamy, Chairman, PDEXCIL, Shri.Rohit Puri, Executive Director and all the COA Members.





POWERLOOM DEVELOPMENT & EXPORT PROMOTION COUNCIL
(Set up by the Ministry of Textiles, Govt. of India)
GC-2, Ground Floor, Gundecha Onclave, Kherani Road, Saki Naka, Andheri (East),
Mumbai – 400 072.
Phone : 022-28502050/2060 Fax : 022-28504146
E-mail : pdexcilmumbai@gmail.com
Website : www.pdexcil.org

Date : 1st September, 2016

To,

All the members of the PDEXCIL

Sub : **21st ANNUAL GENERAL MEETING OF THE PDEXCIL**

Sir/Madam,

It is hereby notified for the information of all the members of the Powerloom Development & Export Promotion Council (PDEXCIL) that the 21st Annual General Meeting of the PDEXCIL shall be held as per the following schedule;

DATE : 27th of September, 2016 (Tuesday)
TIME : 11.30 am
VENUE : West End Hotel
45 New Marine Lines, Mumbai: 400 020

The notice of the 21st Annual General Meeting of the PDEXCIL, the report of its Committee of Administration alongwith its audited Balance Sheet as on the 31st of March, 2016 and the Income & Expenditure Account of the Council for the financial year that ended on that day, are sent herewith.

You are requested to kindly make it convenient to attend the said meeting.

Yours faithfully,

Sd/-
(ROHIT PURI)
EXECUTIVE DIRECTOR

Encl : As above.

POWERLOOM DEVELOPMENT & EXPORT PROMOTION COUNCIL

COMMITTEE OF ADMINISTRATION

2015-2016

1.	Shri M.Duraisamy, Chairman	16.	Shri Devesh Patel, COA member (from 29.09.2015)
2.	Shri Purushottam Vanga, Vice Chairman	17.	Shri Ramashankar
3.	Shri T.Karthikeyan, Convenor Export Promotion Panel	18.	Shri Dharmanna M. Sadul
4.	Shri V.R.Agarwal, Immediate Past Chairman	19.	Shri Sunil Patil
5.	Shri Md. Ikram Ansari	20.	Shri Sushil Kejriwal
6.	Shri Surendra Nath Gupta (upto 17.02.2016)	21.	Shri K C Ganesan
7.	Shri Anil Surana	22.	Shri Gajanan Vishnu Hogade Co-opted member,(upto 29.09.2015 and elected member from 29.09.2015)
8.	Shri Bharatkumar M. Chhajer	23.	Shri Anwar Ahmed Abdul Aziz, Co-opted member
9.	Shri V.T.Karunanidhi (upto 29.09.2015)	24.	Shri C.P.Kumaresan, Co-opted (upto28.12.2015)
10.	Shri T.V. Maruthi	25.	Shri R.Arasu, Co-opted member (from 28.12.2015)
11.	Shri Ka. Marappan	26.	Joint Secretary, (Powerlooms), MOT
12.	Shri M.A. Ramasamy	27.	Textile Commissioner, Govt. of India
13.	Shri Uttam Jain	28.	Managing Director, NABARD
14.	Shri Rajgopal Bhagirath Rathi	29.	Managing Director, SIDBI
15.	Shri Narendra Patel (up to 29.09.2015)		

NOTICE

Notice is hereby given that the 21st Annual General Meeting of the Powerloom Development & Export Promotion Council [PDEXCIL] will be held at 11.30 a.m. on 27th of September, 2016 at West End Hotel, 45 New Marine Lines, Mumbai: 400 020 to transact the following business :-

1. To receive and adopt the Annual Report of the Committee of Administration [Committee] for the year 2015-2016, as required under article 34 of the Articles of Association of the Council;
2. To receive and adopt the audited Balance Sheet as on the 31st of March, 2016, and the Income and Expenditure Account of the Council for the financial year that ended on that day, together with the Committee's report thereon, as required under article 41 of the Articles of Association of the Council;

Note: (Any member desirous of asking any question on the said accounts at that meeting is requested to give notice thereof, in writing, to the Executive Director of the Council, on or before 5.30 p.m. on 23rd, September, 2016)

3. To elect a member to the Committee of Administration in place of Shri Vishwanath Agarwal who retires by rotation and is eligible for re-election thereto;
4. To elect a member to the Committee of Administration in place of Shri Sushil Kejriwal who retires by rotation and is eligible for re-election thereto;
5. To elect a member to the Committee of Administration in place of Shri Ka.Marappan who retires by rotation and is eligible for re-election thereto;
6. To elect a member to the Committee of Administration in place of Shri M.Duraisamy who retires by rotation and is eligible for re-election thereto;
7. To elect a member to the Committee of Administration in place of Shri Mohd.Ansari who retires by rotation and is eligible for re-election thereto;
8. To elect a member to the Committee of Administration in place of Shri. Anil Surana who retires by rotation and is eligible for re-election thereto;
9. To elect a member to the Committee of Administration against an existing vacancy in Eastern Region
10. To appoint Auditors from the conclusion of the said meeting and until the conclusion of the next Annual General Meeting of the Council and to fix their remuneration, subject to the concurrence of the Government of India, as required under articles 55 and 56 of the Articles of Association of the Council;

By an order of the Committee of Administration

Sd/-

[ROHIT PURI]

EXECUTIVE DIRECTOR

Registered Office:

PDEXCIL, GC-2, Ground Floor,
Gundecha Onclave, Kherani Road,
Saki Naka, Andheri (East),
Mumbai – 400 072.

Dated : 1st September, 2016.

**THE ANNUAL REPORT OF THE POWERLOOM DEVELOPMENT & EXPORT
PROMOTION COUNCIL (PDEXCIL) FOR THE FINANCIAL YEAR 2015-2016**

The 20th Annual General Meeting of the PDEXCIL was held on the 29th of September, 2015 at West End Hotel, 45 New Marine Lines, Mumbai: 400 020.

2. The composition of the Committee of Administration of the PDEXCIL has thereafter been as follows:-

1.	Shri M.Duraisamy Chairman	14.	Shri Ramashankar
2.	Shri Purushottam Vanga Vice Chairman	15.	Shri Dharmanna M. Sadul
3.	Shri V.R.Agarwal, Immediate Past Chairman, PDEXCIL	16.	Shri Sunil Patil
4.	Shri Md. Ikram Ansari	17.	Shri Sushil Kejriwal
5.	Shri Surendra Nath Gupta	18.	Shri V.T.Karthikeyan
6.	Shri Anil Surana	19.	Shri K.C.Ganesan
7.	Shri Bharatkumar M. Chhajer	20.	Shri Gajanan Vishnu Hogade
8.	Shri T.V. Maruthi	21.	Shri C.P.Kumaresen, Co-opted member
9.	Shri Ka. Marappan	22.	Shri Anwar Abdul Aziz, Co-opted member
10.	Shri M.A. Ramasamy	23.	Joint Secretary, (Powerlooms), MOT
11.	Shri Uttam Jain	24.	Textile Commissioner, Govt. of India
12.	Shri Rajgopal Bhagirath Rathi	25.	Managing Director, NABARD
13.	Shri Devesh Patel	26.	Managing Director, SIDBI

3. During the year under review, the Committee of Administration (Committee) met 3 times on 15.07.2015, 29.09.2015, 30.12.2015 under the chairmanship of Shri M.Duraisamy to consider and decide on matters concerning the development & export promotion of Powerloom products. The Committee was assisted in its task by the following statutory Panels/Committee:-

- a) **Export Promotion Panel**
- b) **Development & Extension Panel**
- c) **Staff Committee**

4. Shri M.Duraisamy, Chairman, PDEXCIL during his address on the occasion of the 20th Annual General Meeting of PDEXCIL held on 29.09.2015 briefed about background of Powerloom sector as a whole with support of facts & figures, but also pointed out the set back since April, 2015. The Chairman noted the export performance during 2014-15 as positive as the Textiles & Clothing export during 2014 stood at 38.66 bn.USD with a world market share of 4.85%. Chairman mentioned that though India ranked 2nd in the export of textiles & clothing, it is far behind China, having a share of 36.09%. Chairman also informed that he is hopeful that Indian export has a good future, provided the Govt. of India also extend a hand by policy interventions to encourage exports from powerloom sector as a whole. He once again appealed to the Govt. to revive focus country incentives or equivalent provision in the new FTP and also interest subvention.

He also informed about the various interaction meeting with the then Hon'ble Minister of State for Textiles, Shri Santosh Gangawar, wherein representations were given for policy intervention on various issues, including export related issues after the introduction of new FTP, 2015-20. He also touched on various meetings held by Chairman and other COA members with the Senior officers of MOT and Textile Commissioner.

Chairman, informed that with the financial support through Office of the Textile Commissioner; Ministry of Textiles under Integrated scheme for Powerloom Sector Development, PDEXCIL had conducted 8 buyer seller meets at Pondicherry, Tuticorin, Trichy, Aizawl (Mizoram), Shillong (Meghalaya), Hyderabad, Solapur and Bhiwandi successfully. He also informed that by organizing BSM at Shillong in Meghalaya for the first time, PDEXCIL could extend its activities in more state of North East Region. He also mentioned about the RBSM, Ahmedabad under MAI and participation in the international event at Frankfurt (Germany) and Almaty (Khazakistan).

He acknowledged with gratitude the co-operation and assistance extended by the the then Hon. Minister of State for Textiles (IC) Shri Santosh Kumar Gangwar for his support, Shri Sanjay Kumar Panda, the then Secretary (Textiles) for his continued support. Ms. Sunaina Tomar, Joint Secretary (Exports), Ministry of Textiles for her support and guidance in solving problems of powerloom sector and her contribution towards its development, Shri Madhukumar Reddy Joint Secretary (Powerlooms), Ministry of Textiles, the then Hon'ble Textile Commissioner, Ministry of Textiles, GOI. Ms. Kiran Soni Gupta, Shri S. Balaraju, Additional Textile Commissioner, Office of the Textile Commissioner, Ministry of Textiles, GOI and all others who have supported for the growth of powerloom sector and PDEXCIL.

5. The General body [A.G.M.] of the Council had also unanimously passed resolutions adopting the annual report of the Committee, the Council's audited balance-sheet and income & expenditure account for the financial year that ended on the 31st of March, 2015, appointing the auditors of the Council and noting the election of the following members to the Committee:-

A) Western Region:

1. Shri Purushottam Vanga
2. Shri Gajanan Hogade
3. Shri Sunil Patil
4. Shri Dharmanna Sadul
5. Shri Uttam Jain
6. Shri Devesh Patel
7. Shri Rajgopal Rathi

6. From time to time PDEXCIL has represented powerloom related issues to higher authorities in order to promote and support the development and export of powerloom products with Policy interventions. Some of the important representations made are as follows:

- Representation regarding increase of reward rates and covering of cotton fabrics and made-ups under MEIS of the current FTP 2015-20.
- Provisions for interest subvention for export.
- Representation on Handloom reservation act. Reducing the number of products reserved in this act and clear mention of specifications.
- Increase in the subsidy under ATUFS @ 30% as available under RRTUFS.
- Coverage of Second Hand High Tech Weaving machines under EPCG.

7. Developmental Programmes:

A] Seminars/Meetings:

The Chairman Vice-Chairman and other COA members were attending various meetings, convened by MOT, TXC office, MOC etc and other forum and represented our views on various issues connected with powerloom sector was heard/presented for remedial policy intervention for the overall development of powerloom sector. Some of such meetings are.

1. A meeting on the A Tex Venture Capital Fund was conducted by Powerloom Service Centre, Erode at RO, PDEXCIL under the chairmanship of Shri.M.Duraisamy, Chairman, PDEXCIL on 17.04.2015. Chairman alongwith PDEXCIL COA Members Mr.Ka.Marappan, Mr.Arasu and Mr.T.Karthikeyan had attended the said meeting.
2. Ms.Lavanya Saxena, Assistant Director, PDEXCIL had attended the meeting on seminar/workshop on iTUFS at the Office of the Textile Commissioner, Mumbai on 21.04.2015.
3. Ms.Lavanya Saxena, Assistant Director, PDEXCIL alongwith Shri K.P.Mukundan, Deputy Consultant, PDEXCIL had attended a Seminar on Foreign Trade Policy 2015-20 & Export Promotion Schemes at the office of TEXPROCIL on 22.04.2015.
4. Shri.M.Duraisamy, Chairman, PDEXCIL has attended a meeting on review of export target at New Delhi on 23.04.2015.
5. TEXPROCIL had organised a seminar on "GST regarding its impact on the Textile and Clothing Sector" on 8th May, 2015 in Hotel Trident. Ms.Lavanya Saxena, Assistant Director, PDEXCIL alongwith Mr.Abhijeet Neve, Assistant Secretary, PDEXCIL had attended the same on behalf of the same.
6. A meeting on Texpreneurs forum was held on 24.05.2015 at Coimbatore. PDEXCIL representatives had attended the said meeting.
7. A meeting of Evaluation Committee with regards to the Evaluation of RTUFS and RRTUFS was held on 15.06.2015 at the O/o, Textile Commissioner, Mumbai. Shri Ashish Patil, Assistant, PDEXCIL had attended the said meeting.
8. TSC workshop meeting on Pradhan Mantri Kaushal Vikas Yojna (PMKVY) Skill Development Scheme Launched for Garments and Made-ups at Coimbatore was organized by SIMA on 22.06.15 & 23.06.15 at Karur & Coimbatore respectively. Shri S.Sivaraju, Office-In-Charge, RO, PDEXCIL had attended the said meetings.
9. Shri M.Duraisamy, Chairman, PDEXCIL had attended an Exporters Meet at Karur on 29th June, 2015 at Hotel Residency, Karur organised by FIEO jointly with Karnataka Bank and had given Inagural/Welcome address.
10. Training-cum-workshop on comprehensive software development (i-TUFS) for technology upgradation fund scheme (TUFS) was held at the Office of the Textile Commissioner, Mumbai on 06.07.2015. Shri Rohit Puri, Executive Director,PDEXCIL alongwith Shri K.P.Mukundan,

Deputy Consultant, PDEXCIL, Ms.Lavany Saxena, Assistant Director, PDEXCIL and Mr.Ashish Patil, Assistant PDEXCIL had attended the said meeting.

11. Training-cum-workshop on comprehensive software development (i-TUFS) for technology upgradation fund scheme (TUFS) was held at Southern India Mills Association (SIMA), Coimbatore on 14th July 2015. Shri S.Sivaraju, Office In-Charge, PDEXCIL alongwith Ms.Jennifer, Office Asisstant, PDEXCIL has attended the said meeting.
12. Shri Rohit Puri, Executive Director, PDEXCIL has attended a meeting of the Evaluation Committee for Evaluation of (RFP) for selection of CMTA for powerloom mega cluster, Surat at the Office of the Textile Commissioner, Mumbai on 13.07.2015.
13. Shri.M.Duraisamy, Chairman, PDEXCIL had visited Delhi and had a meeting with the Director, ISDS and the PMU team regarding ISDS matter. Chairman also had a meeting with Shri Madhukumar Reddy JS (powerloom) and various other issues relating to powerloom industry. Chairman had a meeting with Dr. Rao, the CEO of Textile Sector Skill Council (TSC) and discussed about the possibilities for PDEXCIL to become a training provider.
14. Shri K.C.Ganesan, COA member, PDEXCIL had attended the Global Investors' Meet 2015 precursor meeting on 22nd July, 2015 at ITC, Grand Chola, Guindy, Chennai regarding investment opportunities in Textile Sector in Tamil Nadu.
15. Shri Rohit Puri, Executive Director, PDEXCIL has attended a meeting on review of export performance of the current financial year and to boost the export of the textile industry held under the Chairmanship of Shri S.K.Panda then Secretary (Textiles) on 22.07.2015 at New Delhi and also the First meeting of the steering committee regarding the organizing of Tex Styles India Show under the chairmanship of Shri Ajay Bhalla, CMD, ITPO at Pragati Maidan on 22nd July, 2015 at 3.30 pm ITPO,New Delhi.
16. Shri S.Sivaraju, Office-In-Charge, Erode, Centre has attended the Awarness Programme on Schemes of Government of India for the Development of Powerloom Industry which is going to be held on 28.07.2015 at Sri Padmavathi Mahal, RK Pet, Thiruvellur District.
17. Ms.Lavany Saxena, Assistant Director has attended the one day training cum workshop for ISDS programme on 28.07.2015 (Tuesday) regarding protocol, sheets, standard operating procedure and MIS portal.
18. Shri.M.Duraisamy, Chairman, PDEXCIL had attended meeting at Erode centre alongwith South COA members on 4th Aug, 2015 to discuss about "PDEXCIL to become a training provider in Textile Sector Skill Council" and "ISDS new project proposal for main phase".
19. Shri Rohit Puri, Executive Director, PDEXCIL has attended meeting at Erode on 10th August, 2015 to discuss about the Textile Sector Skill Council (TSC) under PMKVY (Pradhan Mantri Khausal Vikas Yojana) scheme. Dr.J.V.Rao, Chief Executive Officer, TSC had also participated in the said meeting alongwith Dr.K.Selvaraju, Secretary General, SIMA in presence of Chairman, PDEXCIL.
20. Shri Rohit Puri, Executive Director, PDEXCIL alongwith Shri S.Sivaraju, Officer-In-Charge, PDEXCIL, Erode centre has attended National Workshop on ISDS training on 27th Aug 2015 at New Delhi.

21. FIEO has organised an Interactive Session meeting with Ms. Rita A Teatota, IAS, then Commerce Secretary, Govt. of India on 4th September 2015 at Chennai, Chairman has attended the said meeting. An Enforcement Vigilance Director meeting was also held on 4th September in Chennai, Chairman alongwith Mr. K C Ganesan had attended the said meeting.
22. Shri K.P.Mukundan, Deputy Consultant, PDEXCIL had attended a Sub Committee meeting on MAI Chaired by Shri Ravi Capoor, Joint Secretary, Department of Commerce on 17.09.2015 at Udyog Bhawan, Delhi. PDEXCIL proposal for 2 MAI events were approved.
23. Shri.M.Duraisamy, Chairman, PDEXCIL has attended a meeting on 7th Oct, 2015 chaired by Ms.Rita Teatota, Commerce Secretary regarding issues regarding decline in export of various commodities from India at Ministry of Commerce, New Delhi.
24. Shri.M.Duraisamy, Chairman, PDEXCIL had attended Interaction meeting with Mr.S.Gurumurthy on 26th October 2015 at SIMA, Coimbatore.
25. Shri.M.Duraisamy, Chairman, PDEXCIL has attended the meeting on status of Compliance of the provisions contained in para 2.92 of the Handbook of Procedure of FTP 2015-16 under the Chairmanship of Shri Ravi Capoor, Joint Secretary, Dept of Commerce to be held on 27th October, 2015.
26. A meeting of the Executive Directors of all the Export Promotion Councils related to textiles for appreciating and appraising the working of the respective Councils and also a meeting to discuss on the views and suggestions regarding direct & indirect taxes for the oncoming budget 2016-17 was held on 28/10/2015 at the Conference hall of the Office of the Textile Commissioner. The above said meetings were chaired by Dr.Kavita Gupta, IAS, O/o, Textile Commissioner, Textile Commissioner, MOT, GOI. Shri Rohit Puri, Executive Director, PDEXCIL has attended the said meetings.
27. A meeting was held on 30th October, 2015 convened by Secretary (Textiles) in his chamber at Ministry of Textiles, New Delhi regarding detailed pre-budget memorandum and presentation on the same. Shri Karthikeyan, COA member, PDEXCIL had attended the said meeting.
28. Shri.M.Duraisamy, Chairman, PDEXCIL has attended the 24th meeting of the Project Approval Committee meeting on 12.11.2015 under the Chairpersonship of Dr. Kavita Gupta, I.A.S., Textile Commissioner, Ministry of Textiles, Govt. of India at the Conference Hall O/o, Textile Commissioner, Mumbai.
29. FICCI Centre for WTO Studies and TEXPROCIL jointly organized a Conference on "Trans-Pacific Partnership Agreement (TPP): Issues and Implications for India", in partnership with several leading Export Promotion Councils, at Regal Room, Trident Hotel, Nariman Point, Mumbai, on 20.11.2015. Ms.Lavany Saxena, Assistant Director, PDEXCIL had attended the said conference.
30. Shri.M.Duraisamy, Chairman, PDEXCIL has attended stakeholders meeting on 16.11.2015 conducted by ROTxC, Coimbatore in the presence of Dr. Kavita Gupta, I.A.S., Textile Commissioner, Ministry of Textiles, Govt. of India alongwith Shri S.Sivaraju, Office-In-Charge, RO, Erode.

31. MSME-Development Institute, Ministry of MSME, Govt.of India, Mumbai has organised a"Training program on Export marketing" during 26th & 27th November 2015 at MSME-DI, Mumbai. Shri Rohit Puri, Executive Director, PDEXCIL had attended the said programme as guest of Honor and had delivered certificates to the participants of the said programme on 27.11.2015.
32. Shri Rohit Puri, Executive Director, PDEXCIL alongwith Shri K.P.Mukundan, Deputy Consultant, PDEXCIL had attended Empowered Committee meeting of MAI on 02.12.2015 at Room No. 47, Udyog Bhawan at Ministry of Commerce, New Delhi. Final approval was given for 2 MAI events.
33. Shri M.Duraisamy, Chairman, PDEXCIL alongwith Shri S.Sivaraju, OIC, RO Erode had attended the Powerloom Stakeholders Meeting held at SIMA, Conference Hall, Coimbatore on 04.12.2015 to discuss on Powerloom industry crises.
34. Shri Gajanan Hogade and Mr. Sunil Patil, COA members PDEXCIL had attended a seminar in Belgaum on 30th Dec, 2015 conducted by the Regional Office of the Textile Commissioner, Bangalore.
35. FTA Outreach Programme" organised by FIEO jointly with the Office of Deputy DGFT, Coimbatore was held on 6th January 2016 at Hotel Residency, Karur. PDEXCIL was supporting organisation for the said programme. Shri M.Duraisamy Chairman PDEXCIL had attended the said programme.
36. Ms.Lavany Saxena, Assistant Director, PDEXCIL has attended a meeting on workshop on online evaluation and monitoring of MAI and MDA Schemes organised by Ministry of Commerce under the Chairmanship of Shri Ravi Capoor, Joint Secretary, Ministry of Commerce, Govt.of India on 17.02.2016 at Udyog Bhawan, Delhi.
37. Shri K.C.Ganesan, COA member, PDEXCIL had attended the State Textile Advisory Committee meeting organised by Technical Cell, Directorate of Handlooms & Textiles, Chennai on 29.02.2016 at Chennai as Chairman(PDEXCIL) representative to discuss the Handloom Reservation Act.
38. Shri Rohit Puri Executive Director, PDEXCIL had attended the 1ST meeting of Technical Advisory cum Monitoring Committee (TAMC) under ATUFS on 07.03.2016 under the Chairpersonship of Textile Commissioner at the Office of the Textile Commissioner, Mumbai.
39. A meeting under Chairpersonship of Additional Secretary, Smt. Pushpa Subramanyam in her chamber was held on 7th March at Ministry of Textiles, New Delhi regarding discussion on Mega Textile Fair involving all Export Councils to be organized in Pragati Maidan, New Delhi in the month of October. Shri V.T.Karthikeyan, Convenor Export Promotion Panel & COA member had attended the said meeting.
40. Shri K.P.Mukundan, Deputy Consultant PDEXCIL had attended the Seminar on Union Budget 2016-17 & Its Impact on the Textiles & Clothing Sector - March 9, 2016 jointly conducted by TEXPROCIL and CITI (Confederation of Indian Textiles Industry) at Trident Hotel, Nariman Point.

41. Ms.Lavany Saxena, Assistant Director, PDEXCIL alongwith Mr.Ashish, Assistant, PDEXCIL had attended the 2nd meeting of TAMC under ATUFS scheduled on 14.03.2016 at the Office of the Textile Commissioner, Mumbai.
42. Ms.Lavany Saxena, Assistant Director, PDEXCIL had attended meeting regarding Demonstration of the working module of the online evaluation & Monitoring of the proposals submitted under the MAI schemes along with other issues (RBSM Guidelines) organised by Ministry of Commerce on 22.03.2016 at New Delhi.
43. Shri Rohit Puri Executive Director, PDEXCIL alongwith Ms.Lavany Saxena, Assistant Director, PDEXCIL had attended the 3rd meeting of Technical Advisory cum Monitoring Committee (TAMC) under ATUFS on 30.03.2016 under the Chairpersonship of Textile Commissioner at the Conference hall of the Office of the Textile Commissioner, Mumbai.
44. The Office of the Joint Director General of Foreign Trade, Pune had conducted a Niryaat Bandhu Session at Hotel Radhika, Motibag Naka, Malegaon on 19.03.2016 for the benefit of the Manufacturers and Exports from the Malegaon region. Shri Anwar Ahmed Abdul Aziz, COA Member, PDEXCIL had participated in the said seminar as a speaker. PDEXCIL was a supporting organization in the said session.
45. Office of Jt. Director General Foreign Trade, Ahmedabad, Ministry of Commerce, Govt. of India jointly with FIEO & Dholka GIDC Industrial Estate Association had organized Seminar on How to be a successful Exporter? at Dholka, Gujarat on 30.03.2016. Shri Bharat Chhajer, COA member, PDEXCIL had represented council in the said seminar.

SEMINARS & WORKSHOPS :

1. PDEXCIL has participated in the 'Seminar on How to Be A Successful Exporter?' on 30th October, 2015 in Bhavnagar, Gujarat organized by The Office of the Joint DGFT, Ahmedabad, PDEXCIL & Saurashtra Chamber of Commerce & Ind., jointly with FIEO, Ahmedabad.
2. PDEXCIL has participated in the Niryaat Bandhu Session on Exports 11th December, 2015, Solapur, Maharashtra organized by Directorate General of Foreign Trade (DGFT), Pune at Hotel Balaji Sarovar, Solapur in association with PDEXCIL, ICICI Bank and Export Credit Guarantee Corporation of India Ltd. (ECGC)

B] Market Promotion activities:

(i) Domestic Events/Buyer Seller Meets:

With financial support through the Office of the Textile Commissioner/Ministry of Textiles, under Integrated scheme for Powerloom Sector Development, PDEXCIL have organised exhibition cum buyer seller meet at the following locations in the country during the period under report. The details are given below:

Sr.No.	Name of the Place	Date
1	Nagercoil	12.08.2015 to 16.08.2015
2	Pondicherry	16.12.2015 to 20.12.2015
3	Malegaon	15.01.2016 to 17.01.2016
4	Vijaywada	22.01.2016 to 25.01.2016
5	Hyderabad	28.01.2016 to 31.01.2016
6	Lucknow	20.02.2016 to 22.02.2016
7	Madurai	24.02.2016 to 28.02.2016
8	Vishakhapatnam	04.03.2016 to 07.03.2016
9	Tirupati	12.03.2016 to 15.03.2016
10	Gangtok , Sikkim	30.03.2016 to 31.03.2016

A brief report on the BSMs at North East Region is given below:

Report on Workshop cum Buyer Seller Meet at Sikkim held on 30-31st, March, 2016:

The Powerloom Development & Export Promotion Council [PDEXCIL] and Regional Office of the Textile Commissioner, Kolkata, in association with the State Govt. of Sikkim had organized a workshop cum Buyer Seller Meet at Directorate of Handicrafts & Handlooms office premises, Govt. of Sikkim, Zero Point, Gangtok, from 30th to 31st, March, 2016. With the active support of all concerned, including the local stakeholders, the programme was great success and has given an opportunity to the local textile entrepreneurs and weavers to have interaction with entrepreneurs from other part of the country.

Inaugural function:

The two days Workshop – cum-Buyers Seller Meet was inaugurated by Smt.Sherab Shenga, Special Secretary- cum-Director, Commerce and Industries Department, Govt. of Sikkim as Chief Guest. Shri Pempa Palzor, Joint Secretary, Commerce & Industry, Govt. of Sikkim was special Guest of honour during the inauguration programme.

There were 12 stalls occupied by the exhibitors . In order to promote powerloom industry in the North East Region, the participants from North East region were provided with complimentary stall free of cost as a special case. To give an opportunity for the local weavers to see the products from outside,

manufacturers from Tamil Nadu, Gujarat, U.P., West Bengal etc., were promoted to participate. An attempt was made to promote powerloom weaving in the state through detailed discussion with Industries Dept of Govt of India of Sikkim and other Stake holders.

Some of the exhibitors especially from Tamil Nadu and Gujarat made this opportunity to visit the textile agencies in M.G.Market to study on the market, opportunities for associating with wholesale entrepreneurs and also to study the type of products required for the local market etc. The response as reported, was encouraging and the wholesalers have shown keen interest to directly to source certain items from the manufacturers by avoiding present channel of agencies.

The occasion was also used for a detailed interaction cum workshop for the local weavers and state Govt. officials dealing with Textiles. During the interaction, Shri Duraisamy Chairman mentioned about various schemes available for promotion of textile activities in the North East region. The Govt side informed that there is plan for introducing powerloom in this state. And therefore sought basic information of powerloom machinery manufacturers and other allied machinery required for the project. It was informed that one of the exhibitors M/s.Maluna Engineering Pvt Ltd is also manufacturing various type of plain looms of different width, including drop box looms, which may be suitable for new entrepreneurs. If they are looking for higher end machines, there are manufacturers in Gujarat who had supplied powerlooms in some of the North Eastern states. This machinery manufacturers also manufacture supporting machines like winding machines, warping machines, pirn winding machines and accessories like reed , hield, bobbins, warp beam, Cloth beam etc., PDEXCIL also offered all support on their proposal to introduce powerlooms in the state.

ii) International events:

Ministry of Commerce has not considered various proposals submitted by PDEXCIL for the year 2015-16 and no fund was sanctioned under MDA/MAI. However all efforts were taken to associate/participate PDEXCIL in some of the international events which helped our members. Some of the such events are given below:

- 1. Weave Tex Tech** Tamil Nadu organized by Hi-Tech International Trade Fair India Pvt. Ltd. on 10th July 2015 at Erode, 2015 at "Tex Valley" big Textile mall at chithode, Erode. PDEXCIL was supporting organization to the said event and also participated.
- 2. VASTRA 2015** organized by Rajasthan State Industrial Development and Investment Corporation (RIICO) and FICCI from 28th -30th September, 2015 at Jaipur, Rajasthan. PDEXCIL was supporting organization to the said event and also participated.

3. **INTEX South Asia 2015 from 16th - 17th November, 2015 at Colombo, Sri Lanka-**
PDEXCIL has participated in INTEX South Asia 2015 during 16th -17th November 2015 at Sri Lanka Exhibition and Convention Centre (SLECC), Colombo, Sri Lanka with 5 member exporters.
4. **ITMACH Bhiwandi 2015** was held from 17-19 December, 2015 at Bhiwandi, Maharashtra. ITMACH India in association with Textile Excellence, a leading publication for textile and clothing industry had organised ITMACH Bhiwandi 2015, with its motto 'to bring latest textile machinery and technology closer to users'. ITMACH Bhiwandi in its 2nd edition aims at bring visitors and exhibitors from all sectors of the industry within India and neighboring countries. PDEXCIL was one of the supporting organization for the said exhibition and also participated.
5. **Tex-Styles India 2016** was held on February 22 – 24, 2016 at Hall No. 18, at Pragati Maidan, Delhi. The event was an ideal forum for presenting multi-faceted splendor of the Indian textile industry and for providing value for money to both buyers and sellers across the globe. PDEXCIL was one of the supporting organization for the event and also participated.

C] Other Major Activities:

- (i) **Activities under ISDS:** The status of ISDS programme during the year under report is given below:

PDEXCIL – ISDS PILOT PHASE TRAINING PROGRAMME DETAILS

Sr.No	Course name	Enrolled	Trained	Individual / Industry Placement	Skill Upgradation	Self Employment	Higher Education
1	Textile Designing (Placed in 15 various Industry)	175	165	18	0	10	12
2	Textile Designing CAD (Placed in 19 various Industry)	182	167	24	0	39	23
3	Home Fashion Designing(Placed in 7 various Industry)	87	75	8	11	8	3
4	ERP Solutions for Sizing Fabric Structure Analysis	13 117	10 117	0	50	50	0
5	ERP Solutions for Weaving Factories (Placed in 3 various Industry)	118	113	6	69	1	2
6	ERP Solutio for Fabric Production (Placed in 3 various Industry)	157	140	5	111	3	0
7	ERP Solution for Processing House (Placed in 5 various Industry)	54	47	8	29	4	4
8	Data Entry Operators	283	281	0	85	0	0
9	Quality Controller	101	101	0	101	0	0
	Sub - Total	1287	1216	69	456	115	44
	Grand Total	1287	1216	684			

PDEXCIL - ISDS MAIN PHASE TRAINING PROGRAMME STATUS FROM 06.11.15 to 31.03.16

Sr.No	Course name	Enrolled	Trained	Training in Progress	Drop Outs	Placed	To be Placed
1	Powerloom Weaver Operator	84	35	43	6	17	18
2	Rapierloom Operator	0	0	0	0	0	0
3	Airjetloom Operator	0	0	0	0	0	0
4	Projectileloom Operator	15	0	15	0	0	0
5	Warper Machine Operator	0	0	0	0	0	0
6	Sectional Warper machine Operator	0	0	0	0	0	0
7	Sizing Machine Operator	0	0	0	0	0	0
8	Tailor	70	0	70	0	0	0
9	Fabric Checker	10	0	10	0	0	0
	Total	179	35	138	6	17	18

D] Group Insurance Scheme: PDEXCIL could enroll a total of 329 powerloom workers engaged in weaving and its allied activities during the financial year 2015-2016.

E] Exposure Visits: PDEXCIL organized exposure visit for weavers from one cluster to another as per the Integrated Scheme for Powerloom Sector Development. PDEXCIL had facilitated exposure visits covering 888 weavers during the financial year 2015-16 under report.

8. Issues and Action taken by PDEXCIL:

i. Court Cases :

- a) The case filed by Mr. Janardhan Naik an ex-temporary peon before the Central Industrial cum Labour Court at Sion is still pending as the matter is adjourned by the court from time to time. The case is being appropriately defended in the interest of PDEXCIL. The last hearing was held on 13.06.2016 and now adjourned for 23.09.2016.
- b) A complaint filed under section 162 of the Companies Act 1956 before the court of the Hon'ble Additional Chief Metropolitan Magistrate by the Regional Deputy Director, Dept. of Companies Affairs against PDEXCIL and its COA members is still pending. The matter was regarding non filing of annual report for the year 2010-11 on or before 30.11.2011, as required under section 159 (1) of the Companies Act. The said annual report has been subsequently filed with penalty. However further hearing in the matter is yet to be taken place.

ii. Other issues :

- a) As reported in the annual report for the year ended on 31.03.2015, show cause notices were issued by the Regional Director, Dept of Company Affairs for the year 2011-12 and 2012-13. The council has taken appropriate action to rectify these inadvertent lapses in consultation with professional Company Secretary subsequently. PDEXCIL has also taken up these issues with higher officers in the Ministry of Corporate Affairs. However there is no progress in the matter of show cause notice during the year under report.
- b) PDEXCIL has received a demand notice for tax on interest earned from investments for the assessment year 2011-12 and 2012-13. The PDEXCIL has filed appeal against the decision of the assessing officer of IT dept before Competent Authority. The total amount so demanded is Rs.21,58,200/- for AY. 2011-12 and Rs.18,96,870/- for AY. 2012-13. PDEXCIL has paid Rs.10.80 Lakh & Rs.9.50 Lakh respectively (50% of total demand), pending final disposal of our appeal.

PDEXCIL is pursuing the matter through our statutory auditors and is hopeful of a favorable decision and therefore not anticipating any significant liability and hence no provision has been made.

iii. Clarification of the COA on the qualified opinion of the auditors.

- a. Regarding non provision of doubtful trade receivables amounting to Rs.15.67 Lakh, the committee is still hopeful of recovery of the same. However the same will be reassessed after further attempt to recover the same and will take appropriate decision and report in the next report.
- b. Regarding non provision of doubtful loan and advances amounting to Rs.2.5 Lakh, the PDEXCIL had filed complaint with the local police station for fraudulent encashment of Rs.3 Lakh from the PDEXCIL account. After recovering of Rs.50,000/-, the balance amount of Rs.2.5Lakh is shown in the balance sheet. Since the police is investigating the matter, no provision has been made in our accounts.
- c. Regarding Rs.5.60 Lakh under the head loans and advances, the same is pending for long and it is doubtful to recover the same. Hence the committee recommends to write off the amount of Rs.5.60 Lakh for which appropriate provision has already been made in the accounts.
- d. Regarding non provision of retirement benefits i.e. gratuity and leave encashment appropriate action is being taken for introducing gratuity scheme through the LIC of India. The detailed proposal was sent to the Chairman Staff Committee, i.e. The Textile Commissioner. Regarding leave encashment, the same is applicable on resignation or retirement of service. This is being paid and accounted for in the year in which it is paid.

9. Publicity & Awareness:

- a) PDEXCIL has received good publicity through press and media during various domestic buyer seller meets and other events organized by PDEXCIL. Interviews and articles of Chairman, Executive Director, COA members and officers were also appeared in various press/media.
- b) **Web-site Upgradation:** PDEXCIL has revamped its website, www.pdexcil.org according to the instruction given by MOT/MOC through their letter no.16992/CEO/IBEF dtd.14.05.2016. IT is updated periodically and provides information to all stake holders. The main additional feature is providing more trade statistics link to important textile related web-site, including concerned Govt.officers and also enable revenue generation through our web-site market place.
- c) **Newsletter:** PDEXCIL has re-started quarterly newsletter with more inputs which gives a total insight on the powerloom industry and it also covers various events being organised/participated

by PDEXCIL, various statistics on export data, educational context and such related information useful for small and new exporters/entrepreneurs.

- d) **Weekly News Bulletin:** PDEXCIL is also sending weekly e-news bulletin to members covering international trade news, market trend, various fair/exhibitions and similar useful information on regular basis.

10. Membership:

The membership of the Council stood at 1909 as on 31.03.2016 against 1824 members as at the end of previous financial year 2014-15.

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Independent Auditors' Report

To the Members

Powerloom Development & Export Promotion Council

I. Report on the Financial Statements

We have audited the attached financial statements of **Powerloom Development & Export Promotion Council** (hereinafter referred to as the Company), comprising of the Balance Sheet as at 31st March 2016 and the Statement of Income and Expenditure for the year ended along with the Significant Accounting Policies and other explanatory information forming an integral part thereof.

II. 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 and financial performance of the Company in accordance with the Accounting Standards referred to in Section 133 of the Companies Act, 2013 (hereinafter referred to as the Act), read with Rule 7 of the Companies (Accounts) Rules, 2014 and in accordance with the accounting principles generally accepted in India. 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.

III. Auditors' 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 thereunder.

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

An audit involves performing procedures to obtain audit evidence about the amounts and 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. 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 reasonable basis for our audit opinion.

IV. Opinion

Basis for Qualified Opinion

- (a) Refer Note No. 10 regarding provision not written off amounting to Rs. 5.60 lacs under the head Long Term Loans and Advances, since the management is hopeful of its recovery resulting in overstatement of Surplus for the year;
- (b) Refer Note No. 21 regarding non-provision of retirement benefits i.e. Gratuity and Leave Encashment, amount unascertainable, since the Company has applied for Group Gratuity Scheme decision for which is still pending, due to which, the Surplus for the year was overstated with an understatement of Long Term Provisions by the above extent.
- (c) Refer Note No. 34 regarding non-provision of doubtful Advances representing embezzlement amounting to Rs. 2.5 Lacs by an ex-employee,, since the management is hopeful of their full recovery, consequently, Surplus for the year was overstated by Rs. 2.5 Lacs with an overstatement by the same extent in Short Term Loans and Advances ; and
- (d) Refer Note No. 36 regarding non-provision of doubtful Trade Receivables amounting to Rs. 15.67 lacs, since the management is hopeful of their full recovery, consequently, Surplus for the year was overstated by Rs. 15.67 Lacs with an overstatement by the same extent in Trade Receivables;

In our opinion and to the best of our information and according to the explanations given to us, subject to the effects of the matters described in para IV above, the 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;

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at 31st March 2016; and
- (b) In the case of the Statement of Income and Expenditure, of the Surplus of the Company for the year ended on that date.

V. Report on Other Legal and Regulatory Requirements

1. The requirements of the Companies (Auditor's Report) Order, 2016 issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, are not applicable to the Company during the year under review.
2. Our comments as per the requirements of Section 143(3) of the Act, we report as follows:

- (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 and the Statement of Income and Expenditure dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the Balance Sheet, Statement of Income and Expenditure dealt with by this report comply with the Accounting Standards referred to in Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- (e) The matter described in the Basis for Qualified Opinion paragraph above, in our opinion, may not have an adverse effect on the functioning of the Company;
- (f) On the basis of written representations received from the respective directors as on 31st March 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2016 from being appointed as a director in terms of sub-section (2) of Section 164 of the Act;
- (g) With respect to the adequacy of the internal financial control over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in "Annexure 1".
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;
 - i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements- Refer Note No 20;
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S M M P & Associates
Chartered Accountants
Firm Registration No. 120438 W

Sonal Parekh
Partner
Membership No. 139852

Mumbai, dated 30th July 2016

Annexure 1 to the independent Auditor's Report of even date on the financial statement of the Powerloom Development & Export Promotion Council

Report on the Internal Financial Controls under Section 143(3)(i) of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Powerloom Development & Export Promotion Council**("the Company")as of 31st March, 2016 in conjunction with our audit of the financial statements of the Company comprising of the Balance Sheet as at March31st, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the period then ended.

Management's Responsibility for Internal Financial Controls :

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

Auditors' Responsibility :

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting :

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

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

Inherent Limitations of Internal Financial Controls over Financial Reporting :

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

Opinion :

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31st, 2016, however it needs to be further strengthened based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For.S M M P & Associates.
Chartered Accountants
Firm Registration No.120438 W

Sonal Parekh
Partner
Membership No. 139852

Mumbai, dated 30thJuly 2016

POWERLOOM DEVELOPMENT AND EXPORT PROMOTION COUNCIL
Balance Sheet as at 31st March, 2016

Particulars	Notes	As at 31st March 2016 Amount (Rs)	As at 31st March 2015 Amount (Rs)
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2	46,596,900	45,291,900
Reserves and Surplus	3	97,969,055	89,654,574
		<u>144,565,955</u>	<u>134,946,474</u>
Non Current Liabilities			
Other Long Term Liabilities	4	2,349,507	448,754
		<u>2,349,507</u>	<u>448,754</u>
Current Liabilities			
Other Current Liabilities	5	4,139,873	7,932,389
Trade Payables	6	7,585,604	6,732,853
Short term Provisions	7	3,020,171	4,334,194
		<u>14,745,648</u>	<u>18,999,436</u>
Total		<u>161,661,108</u>	<u>154,394,664</u>
ASSETS			
Non-Current Assets			
Fixed Assets-Tangible Assets	8	31,092,545	31,804,320
Non-Current Investments	9	67,500,000	67,500,000
Long Term Loans and Advances	10	12,606,035	9,655,289
Other Non-current Assets	11	35,819,670	29,119,670
		<u>147,018,250</u>	<u>138,079,279</u>
Current Assets			
Trade Receivables	12	1,790,783	2,131,489
Cash and Cash Equivalents	13	8,350,689	9,231,077
Short Term Loans and Advances	14	4,501,385	4,952,819
		<u>14,642,859</u>	<u>16,315,385</u>
Total		<u>161,661,108</u>	<u>154,394,664</u>

The notes form an integral part of these financial statements.

As per our attached Report of even date

For.S M M P & Associates
Chartered Accountants

Sonal Parekh
Partner

Place: Mumbai
Date:30/07/2016

Mr.M.Duraisamy
(Chairman)
Mr.Purushottam K.Vanga
(Vice-Chairman)
Mr.Uttam V.Jain
(COA Member)
Mr. Rohit Puri
(Executive Director)
Place: Mumbai
Date:30/07/2016

POWERLOOM DEVELOPMENT AND EXPORT PROMOTION COUNCIL
Statement of Income and Expenditure for the year ended 31st March, 2016

Particulars	Note	Year ended 31st March 2016	Year ended 31st March 2015
INCOME			
Revenue from Operations	15	22,739,678	33,095,384
Other Income	16	10,354,726	8,942,622
Prior Period Income	24	160,000	
Total Revenue		33,254,404	42,038,006
EXPENDITURE			
Employee Benefits Expense	17	6,284,656	3,520,037
Finance Costs	18	144,297	211,696
Depreciation and Amortisation	8	665,272	938,424
Other Expenses	19	16,093,965	32,297,513
Total Expenditure		23,188,190	36,967,669
Excess of Income over Expenditure /(Deficit)		10,066,214	5,070,337

The notes form an integral part of these financial statements.

As per our attached Report of even date

For.S M M P & Associates

Chartered Accountants

Sonal Parekh

Partner

Place: Mumbai

Date:30/07/2016

Mr.M.Duraisamy
(Chairman)

Mr.Purushottam K.Vanga
(Vice-Chairman)

Mr.Uttam V.Jain
(COA Member)

Mr. Rohit Puri
(Executive Director)

Place: Mumbai

Date:30/07/2016

POWERLOOM DEVELOPMENT & EXPORT PROMOTION COUNCIL

NOTES TO THE ACCOUNTS AS AT AND FOR THE YEAR ENDED 31.03.2016

A. Significant Accounting Policies and Notes on Accounts:

Note.1.Significant Accounting Policies

a) **Basis of Accounting**

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting. They are in conformity with the accounting principles generally accepted in India ('GAAP'), and comply with the Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006, as amended by the Companies (Accounting Standards) Amendment Rules, 2016 specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements are presented in Indian Rupees.

Expenses of a branch situated at Erode, Tamil Nadu are consistently bifurcated between Integrated Skill Development Scheme and other office expenses in the ratio of 60:40.

b) **Use of Estimates**

The preparation of financial statements in conformity with the generally accepted accounting principles requires Management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods.

c) **Fixed Assets and Depreciation**

- i) Fixed assets are stated at cost of acquisition /construction including any cost attributable to bringing the assets to their working condition, less accumulated depreciation.
- ii) The Council provides depreciation on Written down Value Method in respect of assets based on their useful lives and in the manner set out in the Schedule II to the Companies Act, 2013.

d) **Recognition of income etc.**

- i) Grant-in-aid is accounted for on cash basis except expressly stated otherwise. All other incomes are accounted for on accrual basis.

e) **Service Tax :**

Service Tax on input service is accounted for at the time of availing the service by reducing the same from the respective cost of service, wherever applicable.

f) **Foreign Currency Transactions**

Transactions in foreign currency are translated at the rate of exchange prevailing on the date of transaction. Monetary assets and liabilities as at year end are translated at the rate of exchange prevailing on the date of closing the accounts and resulting losses or gains arising out of exchange fluctuations are recognized in the Profit and Loss Account.

g) Investments

Investments are considered long term in nature and carried at cost. Diminution in value of investments other than temporary in nature, is provided for. Dividend is accounted for as and when received.

h) Retirement Benefits

The Council's contribution to the Provident Fund and Superannuation Fund are charged to revenue every year. Provision for Gratuity has not been made as the provisions of The Payment of Gratuity Act, 1972 have become applicable only from 1st March, 2005. The same will be accounted for on approval of the Group Gratuity (Cash Accumulation) Scheme. Bonus is accounted for as and when paid. Payment of Bonus is approved as per the discretion of the Staff Committee as envisaged by the Staff Recruitment and Service Rules of the Council. Leave Encashment will be accounted for as and when paid.

i) Accounting for Taxes on Income

The Council is registered under Section 8 of the Companies Act, 2013 and its income is exempt under Section 11 of the Income-tax Act, 1961. Hence, no provision for taxation is made in the accounts.

j) Impairment of Assets

The carrying amount of the Group's assets is reviewed at each Balance Sheet date. If any indication of impairment exists, an impairment loss is recognized to the extent of the excess of the carrying amount over the estimated accountable amount.

k) Accounting for Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognized in terms of Accounting Standard 29 – Provisions, Contingent Liability and Contingent Assets (AS-29) notified by the Companies (Accounting Standard) Rules 2006, where there is a present legal or statutory obligation as a result of past events, where it is probable that there will be outflow of resources to settle the obligation and when a reliable estimate of the amount of the obligation can be made.

Contingent Liabilities are recognized only when there is a possible obligation arising from past events due to occurrence or non-occurrence of one or more uncertain future events, not wholly within the control of the Council, or where any present obligation cannot be measured in terms of future outflow of resources or where a reliable estimate of the obligation cannot be made. Obligations are assessed on an ongoing basis and only those having a largely probable outflow of resources are provided for.

POWERLOOM DEVELOPMENT AND EXPORT PROMOTION COUNCIL
Notes Forming Part of the Financial Statements

	As at 31.03.2016 Amount (Rs)	As at 31.03.2015 Amount (Rs)
Note 2 - Share Capital		
Corpus Fund		
As per last Balance Sheet	45,291,900	44,742,900
Add : Entrance Fees Received during the year	1,305,000	549,000
Total	<u>46,596,900</u>	<u>45,291,900</u>
Note 3 - Reserves And Surplus		
(a) Building Fund		
As per last Balance Sheet	31,000,210	32,581,299
Add: Rectification during the year	-	-
Less: Depreciation for earlier years	-	-
Less: Depreciation for the year	1,751,733	1,581,089
Closing Balance	<u>29,248,477</u>	<u>31,000,210</u>
(b) Development and Export Promotion Fund		
As per last Balance Sheet	5,660,622	10,100,000
Add : Transferred during the year	6,900,000	-
Less: Spent during the year	(6,900,000)	(4,439,378)
Closing Balance	<u>5,660,622</u>	<u>5,660,622</u>
(c) Income and Expenditure Account		
Balance as per last Balance Sheet	52,993,742	48,386,177
Add/(Less): Surplus/(Deficit) for the year	10,066,214	5,070,337
Less : Difference in Depreciation	-	(462,773)
Closing Balance	<u>63,059,955</u>	<u>52,993,742</u>
Total	<u>97,969,055</u>	<u>89,654,574</u>
Note 4 - Other Long Term Liabilities		
Advance towards Integrated Skill Development Scheme	2,349,507	-
Advance against MDA Grant	-	448,754
Total	<u>2,349,507</u>	<u>448,754</u>
Note 5 - Other Current Liabilities		
Deposits	1,062,000	-
Statutory Dues Payable	802,934	267,374
Excess Entrance/Membership/Participation Fees	246,585	298,635
Advance received for Membership/Buyer Seller Meet	39,598	26,598
Advances and Grants From TXC	763,578	1,302,176
Advance received for Participation Fees	1,042,854	1,042,854
Other Liabilities	182,324	184,065
Bank Overdraft	-	4,810,687
Total	<u>4,139,873</u>	<u>7,932,389</u>
Note 6 - Trade Payables		
Due from Micro Small & Medium Enterprise	-	-
Others	7,585,604	6,732,853
Total	<u>7,585,604</u>	<u>6,732,853</u>
Note 7 - Short term Provisions		
Provision for Employee Benefits	405,831	357,971
Others	2,614,340	3,976,223
Total	<u>3,020,171</u>	<u>4,334,194</u>

Note-8 - Fixed Assets

Sr No	Particulars	Gross Block				Depreciation				Net Block		
		As at 01.04.2015	Addition during the year	Deduction during the year	As at 31.03.2016	As at 01.04.2015	For the year	Adjustment (Additional Depreciation)	Deduction during the year	As at 31.03.2016	As at 31.03.2016	As at 31.03.2015
1	Office Premise 1	47,500,000	-	-	47,500,000	16,499,790	1,751,733	-	-	18,251,523	29,248,477	31,000,210
2	Office Premise 2	578,471	360,258	-	938,729	131,200	23,388	17,592	-	172,181	766,548	447,271
3	Furnitures & Fixtures	1,622,220	1,138,154	-	2,760,374	1,473,407	64,871	295,321	-	1,833,599	926,775	148,813
4	Vehicles	876,058	-	-	876,058	812,030	25,771	-	-	837,801	38,257	64,028
5	Office Equipment	2,060,832	212,664	5,000	2,268,496	1,988,240	85,204	96,043	-	2,169,487	99,009	72,592
6	Computer	2,536,413	7,154	8,000	2,535,567	2,465,006	52,556	4,526	-	2,522,088	13,479	71,407
	Total (Current Year)	55,173,994	1,718,230	13,000	56,879,224	23,369,674	2,003,523	413,482	-	25,786,679	31,092,545	31,804,320
	(Previous Year)	55,613,308	320,841	760,155	55,173,994	21,145,373	2,519,513	462,773	757,985	23,369,674	31,804,320	-

The Council owns certain Assets of Design Centre at Erode Office costing 21 Lacs, which have been bought out of a capital grant given under MAI scheme., the said Fixed assets have been netted off with the Capital Grant as per the provisions of AS-12- Capital Grant

POWERLOOM DEVELOPMENT AND EXPORT PROMOTION COUNCIL
Notes Forming Part of the Financial Statements

	As at 31.03.2016 Amount (Rs)	As at 31.03.2015 Amount (Rs)
Note 9 - Non-Current Investments		
(Non-Trade, Unquoted, At cost)		
Investment in Government Bonds: 67,500 (Previous Year 67,500) 8% Savings (Taxable) Bonds, 2003 of Rs.1000 each of Government of India	67,500,000	67,500,000
Total	67,500,000	67,500,000
Note 10 - Long Term Loans And Advances		
(Unsecured, considered good)		
Security Deposits	2,196,134	1,246,134
Other Advances	2,503,137	1,519,749
Tax Deducted at Source	7,906,764	6,889,406
Other Advances	560,251	560,251
Less : Provision for Doubtful Debts	(560,251)	(560,251)
Total	12,606,035	9,655,289
Note 11 - Other Non-current Assets		
(Unsecured, considered good)		
Other Bank Balances	35,819,670	29,119,670
Fixed Deposits with more than 12 months maturity	35,819,670	29,119,670
Note 12 - Trade Receivables		
(Unsecured, considered good)		
Outstanding for a period exceeding Six months	1,567,431	1,335,691
Others	223,352	795,798
	1,790,783	2,131,489
Note 13 - Cash And Cash Equivalents		
Balances with Banks	8,317,692	3,711,159
Cash on Hand	32,999	19,918
Other Bank Balances	-	5,500,000
Total	8,350,691	9,231,077
Note 14 - Short Term Loans and Advances		
(Unsecured, considered good)		
Advance against MIDA Grant	1,551,246	-
Advance towards Integrated Skill Development Scheme	-	620,726
Interest Accrued on Investments	1,944,748	3,468,439
Service Tax Receivable	968,593	567,354
Others	36,798	296,300
Total	4,501,385	4,952,819

POWERLOOM DEVELOPMENT AND EXPORT PROMOTION COUNCIL

Notes Forming Part of the Financial Statements

	Year ended 31.03.16	Year ended 31.03.15
Note 15 - Income From Operations		
Membership and Subscription	3,375,973	2,922,361
Grant for Intergrated Powerloom Development Scheme	8,566,690	6,166,138
MAI Grants	4,808,617	10,069,671
MDA Grants	-	3,798,742
Participation Fees (Foreign Events)	-	3,275,000
Participation Fees (Domestic)	1,587,328	2,937,272
Grant for Exposure Visits	4,369,072	1,215,000
Advertisement income	25,000	-
RCMC (Amendment)	6,998	-
Training Fees(ISDS)	-	711,200
Gujarat Govt.Grant (IIFE-2014)	-	2,000,000
Total	22,739,678	33,095,384
Note 16 - Other Income		
Interest Received on Investment	8,523,013	8,671,734
Office Rent	1,740,500	-
Miscellaneous Receipts	82,782	208,201
Other Income	8,431	-
Profit on sales of Asset	-	45,830
Creditors Written Back	-	16,857
Total	10,354,726	8,942,622
Note 17 - Employee Benefits Expense		
Salaries, Wages and Allowances (including Bonus)	5,604,259	3,108,804
Contribution to Provident Fund and Administrative Expenses	625,636	350,430
Staff Welfare Expenses	54,761	60,803
Total	6,284,656	3,520,037
Note 18 - Finance Cost		
Bank Charges	17,952	7,698
Interest on Overdraft Facility	126,345	203,998
Others	-	-
Total	144,297	211,696

POWERLOOM DEVELOPMENT AND EXPORT PROMOTION COUNCIL
Notes Forming Part Of The Financial Statements

	Year ended 31.03.16	Year ended 31.03.15
Note 19 - Other Expenses		
BSM Expenses	1,611,953	22,363,955
Exposure Visit expenses	2,825,287	2,792,517
Other event expenses	-	223,443
Travelling Expenses	439,894	556,505
Conveyance	29,435	249,714
Electricity Charges	292,316	379,820
Hospitality Charges	32,847	58,019
General Meeting and Election Expenses	289,789	277,857
Meeting Expenses	400,056	1,686,141
Legal and Professional Fees	102,007	50,164
Consultancy Charges	452,914	420,000
Auditors' Remuneration:		
Audit Fees	35,000	35,000
Taxation Matter	1,000	20,000
	36,000	55,000
Repairs and Maintenance - Others	206,350	101,840
Telephone Expenses	145,806	182,623
Books and Periodicals	8,908	10,016
Printing and Stationery	95,311	105,580
Xerox & Typing Expenses	36,400	17,473
Staff Car Expenses	74,380	144,330
Postage and Courier	21,848	74,853
Expenses of Regional Office - Erode	128,661	188,703
Office Rent, Rates and Taxes	99,600	1,016,316
Miscellaneous Expenses	246,153	167,721
Council's Membership Fees with other Organizations	9,213	15,000
Service Centre Expenses	11,365	2,430
Prior Period Expenses	72,713	123,106
Advertisement Charges	-	126,178
House Keeping Charges	135,000	124,750
Insurance Expenses	10,530	19,470
Interest on Service Tax	77,939	1,619
Interest on TDS	1,839	249
ISDS Expenses	55,660	762,121
Bad Debts	-	-
Computer Data Processing	74,799	-
Election Expenses	25,574	-
Publication issued to member	77,511	-
Municipal Taxes (Office Premises)	323,374	-
Office Society Maintenance Charges (H.O.)	619,980	-
Other expenses	1,839	-
Interest on TDS	2,632	-
Office GC-3 & GC-2 (Interior Work)	118,082	-
Development & Export Promotion Fund	6,900,000	-
Total	16,093,965	32,297,513

II. Notes on Accounts

20. The Council has the following cases pending for final disposal:

- (i) Regional Director of companies, Ministry of Corporate Affairs, (MCA) has issued 8 Show Cause Notices for violation of certain provisions of Companies Act, 1956.
- (ii) The Registrar of Companies (ROC), Mumbai has filed a criminal case against the Council and its directors in Additional Chief Metropolitan Magistrate Court, Mumbai in the earlier years for violation of Section 159 of Companies Act, 1956 in respect of non-filing of annual return for Financial year 2010-11. The Council has appealed against the said order and the matter is subjudice as at the Balance Sheet date.
- (iii) An ex-employee has filed a case against his termination with the Council in the Labour Court, Mumbai.
- (iv) The Council has received a demand notice towards Income tax on interest on investment for AY 2011-12 and 2012-13 in earlier years against which the Council has filed an appeal the tax liability which may arise.

For all the above cases the Council does not anticipate any significant liability in its books.

21. The Council has not made the following provisions for its employees as required by AS-15 "Accounting for Employee Benefits":

- (i) Provision for Leave Encashment
- (ii) Provision for Gratuity:

Provisions of The Payment of Gratuity Act, 1972 have become applicable to the Council from 1st March, 2005. However, provision for Gratuity has not been made in the accounts pending the approval of the Textile Commissioner and the Staff Committee in respect of The Group Gratuity (Cash Accumulation) Scheme of the Life Insurance Corporation of India. Contribution to the Scheme will be accounted for as and when paid and the amount ascertained.

22. Grants-in-aid is received from Government of India and Textile Office (TXC) are accounted on cash basis, except in circumstances expressly stated otherwise. During the year under review, the Council was sanctioned as Grant-in-aid and received Rs. 1.50 Crores till the close of the year. The amount remaining unspent out of the said Grant-in-aid, including similar unspent balances of earlier years, aggregating Rs. 0.31 Crores (Previous Year- Rs. 0.18 Crores) is shown as an advance repayable by grouping the same under the heads "Other Long Term Liabilities" and "Other Current Liabilities" as the case may be. The same is either refundable by the Council to the Government or to be utilized by the Council as per the directives of the Government.

23. During the year the council has credited excess Grant of Rs. 91.77 Lacs which was due for previous years resulting in overstatement of surplus for the year.

24. Prior period income amounting to Rs. 1,60,000 (Previous year - Nil) relate to participation fees of earlier years, realized during the year.

25. Certain balances of Cenvat Credit Receivable are subject to confirmation with the returns filled with the respective authorities as at the balance sheet date and consequential reconciliation if any.

26. The Council is of the view that there is no impairment of assets arising during the year as per the recommendations of Accounting Standard – 28 Impairment of Assets considering the age of the Fixed Assets.
27. In the opinion of the Board, Trade Receivables, Loans and Advances and Other Current Assets have a value on realization in the ordinary course of operations at least equal to the amounts at which these are stated in the Balance sheet and the provisions made for all known liabilities are reasonable and adequate.
28. Certain balances under the head Short Term Loans and Advances as appearing in the books of accounts are subject to confirmation from respective parties and consequential reconciliations, if any. However the Council anticipates no significant variations from its book values as on the Balance Sheet date.
29. Disclosure as required by Accounting Standard AS-19 “Leases” in respect of Indenture of Lease :-
- (i) Lease Rent debited to the Income and Expenditure Rs. 99,600 (Previous Year –Rs.96,000).
 - (ii) The term of lease was renewable at the expiry of every three years for a further period as mutually agreed between the lesser and the lessee.
30. Accounting Standard (AS) 22-“Accounting for Taxes on Income” is not applicable to the Council during the year, since there are no timing differences either at the beginning or during the year.
31. The Council being registered under Section 8 of the Companies Act, 2013 and under section 12AA of the Income-tax Act, 1961 as a Charitable Institution the income is exempt under section 11 of the Income-tax Act, 1961.
- i) Its income which has been accumulated under Section 11 of the Income-tax Act, 1961 from year to year to specific reserves shall be applied for the purposes for which it has been set aside, i.e. for the objects of the Council.
 - ii) In the event of non-utilization of the amount accumulated under section 11 of the Income-tax Act, 1961, the same would be offered to tax in the year of such non-utilization as the tax liability will arise only in that year.
32. Expenditure incurred in Foreign Currency during the year:

Sr. No.	Particulars	Amount (In Rs.)
1	Buyer Seller Meet (Kazakhstan)	NIL (Previous Year 16,07,855)

33. Outstanding amounts payable to Micro, Small and Medium Enterprises included under Current Liabilities, as per the information available with the Council and relied upon by the auditors – Nil.
34. An amount of Rs. 2.50 Lacs is shown under the head Short Term Loans and Advances which was embezzled in the earlier years pending to be recovered. No provision in respect of the same has been made in the Council’s books since the Council is hopeful of its full recovery.

35. The Council has not fulfilled the condition pertaining to training requisite number of persons during the year, therefore as per the schedule in the sanction letter of ISDS, the said grant was not recognized as Income of the Council during the current as well as previous years. Amount under spent on the said grant during the year- Rs. 29.70 Lacs (Previous Year- spent Rs.2.46 Lacs)
36. No provision towards certain long outstanding recoverables amounting to Rs.15.67 Lacs appearing under the head Long Term Loans and Advances has been made in the accounts, since the Council treats them as fully recoverable.
37. As at the Balance Sheet date, the Council is in the process of updating its records showing the required particulars and the situation of the fixed assets.
38. Previous year's figures have been regrouped / recast wherever necessary so as to make them comparable with those of the current year.

For and on behalf of Board of Directors

Mr.M.Duraisamy
(Chairman)
Mr.Purushottam K.Vanga
(Vice-Chairman)
Mr.Uttam V.Jain
(COA Member)
Mr. Rohit Puri
(Executive Director)

Place: Mumbai
Date: 30th July 2016



Inauguration of BSM Malegaon by Shri Dadaji Bhuse, Hon'ble Minister of State for Co-operation, Govt of Maharashtra held on 15th to 17th January, 2016 in the presence of Shri.Ravikumar, OIC,R.O.Txc, Navi Mumbai, Shri.P.K.Vanga, Vice-Chairman, PDEXCIL along with Shri.Vishwanath R.Agarwal, Imm. Past Chairman, PDEXCIL & others.

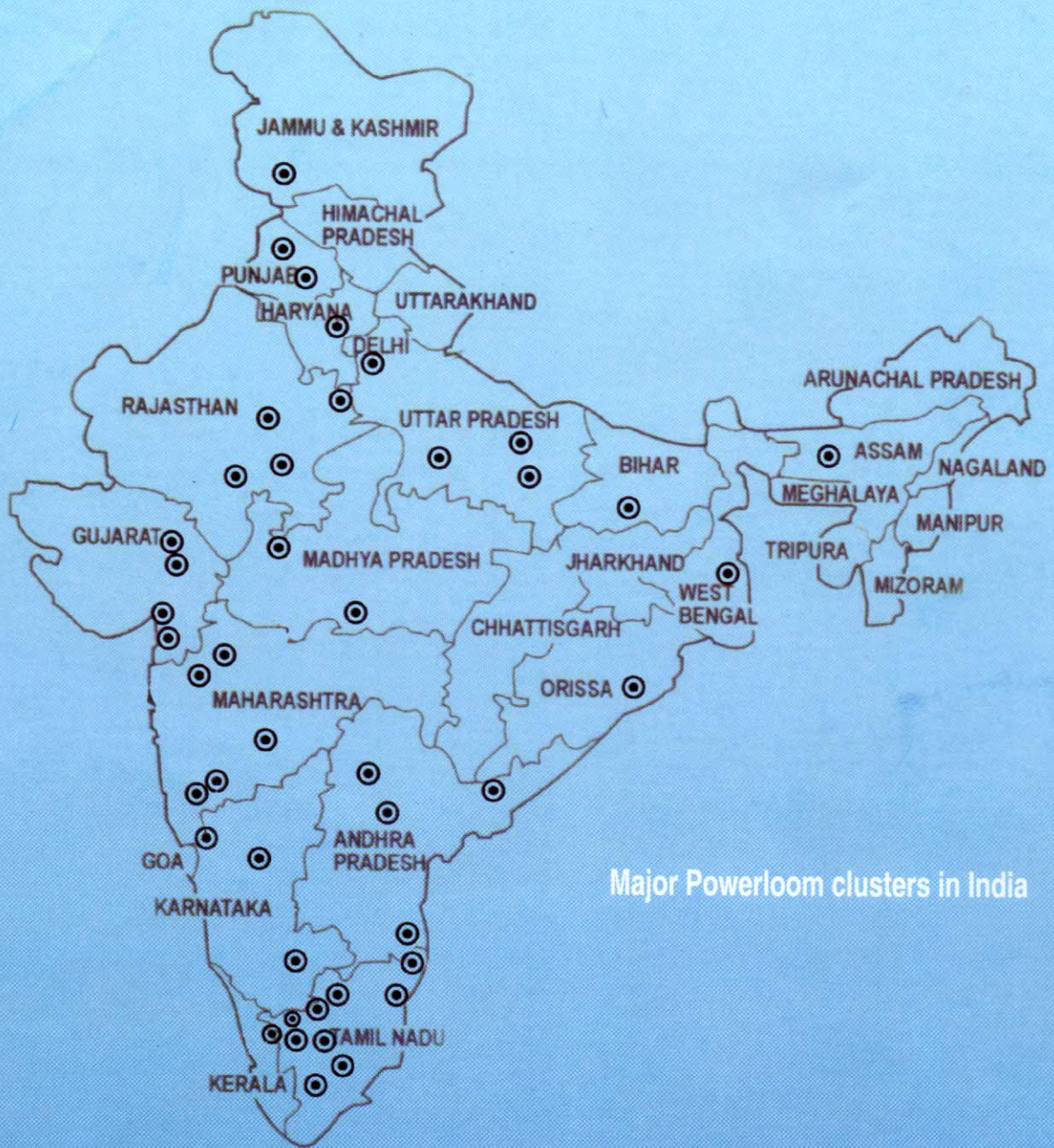
Inauguration of BSM Lucknow by Shri Mata Prasad Pandey Ji, Hon'ble Speaker of Vidhansabha, Uttarpradesh held on 20th to 22nd February, 2016 in the presence of Shri Vishwanath Agarwal, Imm Past Chairman, PDEXCIL, Shri. Mohd. Ikram Ansari, COA Member, PDEXCIL and Shri. Pankaj Bhasin, President, Uttar Pradesh Powerloom Federation.



Inauguration of BSM Tirupathi by Shri Naresh Kumar, Director & Officer-In-Charge, Regional office of the Textile Commissioner, Guntur in the presence of Shri.Ka.Marappan and Shri.K.C.Ganesan, COA members held during 12th to 15th March, 2016.

Shri M.Duraisamy, Chairman, PDEXCIL briefing Chief Guest Smt.Sherab Shenga, Special Secretary- cum-Director, Commerce and Industries Department, Govt of Sikkim and dignitaries on the powerloom products displayed in the BSM at Sikkim held on 30-31st March, 2016





Major Powerloom clusters in India



Contact Details:
POWERLOOM DEVELOPMENT & EXPORT PROMOTION COUNCIL
 (Set up by Ministry of Textiles, Govt. India)

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