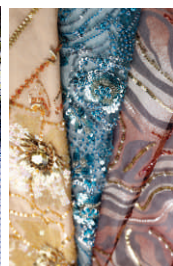
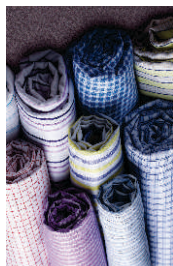


The Synthetic & Rayon Textiles Export Promotion Council



FIBRE • YARN • FABRICS • MADE-UPS • HOME TEXTILES



62nd

ANNUAL REPORT

2015 - 2016

COMMITTEE OF ADMINISTRATION



Anil Rajbanshi
Chairman



Sri Narain Aggarwal
Vice-Chairman

MEMBERS



Vinod Kumar Ladia
Shree Rajasthan Syntex Ltd.



Ambuj Kasliwal
S. Kumars Nationwide Ltd.



M. L. Jhunjhunwala
RSWM Ltd



S. K. Khandelia
Sutlej Textiles & Industries Ltd.



Praveen Kumar S. Sadh
Shree Krishna Dyg. & Ptg. Works



Aziz Valiulla
Kausar Textiles



Satish Agarwal
Topman Exports Ltd.



Gulam Mohamed
S. K. Exports



Pankaj Tibrewal
The Rai Saheb Rekchand
Mohota Spg. & Wvg. Mills Ltd.



Ronak Rughani
Rughani Brothers



Manoj Agarwal
Shubhalakshmi Polyesters Ltd.



Dinesh Kumar Modi
La-Trendz Fabrics Pvt. Ltd.



Sailesh Goenka
P.D. Impex



Vijay Puri
Vijay Fabrics Pvt. Ltd.



Rajesh Kumar Modi
Banbury Exports
(A Div. of
Banbury Impex Pvt. Ltd.)



Vinod Kumar Singal
Aakash Textiles Exports Pvt. Ltd.



Anil Kumar Gupta
Wellknown Polyesters Ltd.



Shaleen Toshniwal
Banswara Syntex Limited

EX-OFFICIO MEMBERS



Dr. Kavita Gupta, IAS
Textile Commissioner



Sunaina Tomar, IAS
Joint Secretary (Exports)



NOTICE



Notice is hereby given that 62nd Annual General Meeting of the Council will be held on Friday, 16th September, 2016 at 2.30 P.M. in the Panorama Hall, The Ambassador Hotel, Veer Nariman Road, Churchgate, Mumbai 400 020, to transact the following business:

1. To receive and adopt the Annual Report of the Committee of Administration for 2015-2016 as required under Article 34.2. of the Articles of Association of the Council.
2. To receive and adopt the Audited Balance Sheet as on 31st March 2016 and Income and Expenditure Account for the year ended on that day together with Committee's Report thereon.

NB: Any member desirous of asking question on the accounts at the meeting is required to give notice in writing to the Executive Director cum Secretary at or before 5.30 p.m. on Friday, 9th September, 2016.

3. To elect a member to the Committee of Administration in place of Shri Ambuj Kasliwal (Manufacturer) who retires by rotation and is not eligible for re-election as per Article 27.7 d.
4. To elect a member to the Committee of Administration in place of Shri S.K. Khandelwa (Status Holder) who retires by rotation and is eligible for re-election.
5. To elect a member to the Committee of Administration in place of Shri Ronak Rughani (Status Holder) who retires by rotation and is eligible for re-election.
6. To elect a member to the Committee of Administration in place of Shri Anil Kumar Gupta (Status Holder) who was co-opted for one year and is eligible for standing for election.
7. To elect a member to the Committee of Administration in place of Shri Aziz Valiulla (Merchant Exporter) who retires by rotation and is not eligible for re-election as per Article 27.7 d.
8. To elect a member to the Committee of Administration in place of Shri Sailesh Goenka (Merchant Exporter) who retires by rotation and is eligible for re-election.
9. To elect a member to the Committee of Administration in place of Shri Dinesh Kumar Modi (Merchant Exporter) who retires by rotation and is eligible for re-election.
10. To elect a member to the Committee of Administration in place of Shri Shaleen Toshniwal (Merchant Exporter) who was co-opted for one year and is eligible for standing for election.
11. In addition to the above, eight vacancies, as per amended AOA there are three additional vacant seats, two seats in "SSI" and one in "others" categories.
12. To appoint Auditors from the conclusion of the meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.
13. Special Business
 - (i) To consider and if thought fit to pass with or without modification the following as an ordinary Resolution:
"RESOLVED THAT THE EXPENDITURE INCURRED IN EXCESS OF THE BUDGET ESTIMATES FOR THE YEAR 2015-2016 IN RESPECT OF CERTAIN HEADS AS MENTIONED IN ANNEXURE 'A' OF THE REPORT OF THE COMMITTEE OF ADMINISTRATION BE AND IS HERE BY CONFIRMED AND SANCTIONED".
 - (ii) To consider further amendments in the Articles of Association with or without modification as a Special Resolution.
"RESOLVED THAT PURSUANT TO THE PROVISIONS OF SECTION 14 AND OTHER APPLICABLE PROVISIONS, IF ANY, OF THE COMPANIES ACT 2013 (INCLUDING ANY AMENDMENTS THERE TO OR RE-ENACTMENT THEREOF) AND FTP-2015-20, THE ARTICLES OF ASSOCIATION OF THE COUNCIL IS REQUIRED TO BE AMENDED"

By Order of the Committee of Administration

Sd/-

V. ANIL KUMAR

EXECUTIVE DIRECTOR CUM SECRETARY

Registered Office:
'Resham Bhavan'
78, Veer Nariman Road
Mumbai 400 020
Dated: 18th June, 2016



ANNEXURE TO THE NOTICE



EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT 2013, in respect of the business under item no. 13 (i), 13 (ii), are herein:

ITEM NO. 13

- (i) Though the total expenditure is less than the Budget Estimates, there is a small excess expenditure under certain heads over the budgeted provisions. These have been mentioned in Annexure 'A' to the report of the Committee of Administration. The excess expenditure may be confirmed and sanctioned.
- (ii) Amendment in Article of Association is required to give effect to the provisions of Companies Act 2013 and as per the Foreign Trade Policy (FTP) 2015-20.

The Committee recommends to the members to pass the Resolutions mentioned in Item no. 13 (i) & (ii).

By Order of the Committee of Administration

Sd/-
V. ANIL KUMAR
EXECUTIVE DIRECTOR CUM SECRETARY

Registered Office:
'Resham Bhavan'
78, Veer Nariman Road
Mumbai 400 020
Dated: 18th June, 2016.



EXPORT PERFORMANCE



Exports of Indian Synthetic and Rayon MMF textiles during 2015-16 were US\$ 5795.96 million against US\$ 6323.18 million during 2014-15 witnessing a decline of over 8%.

Value in US\$ Million

	2015-16	2014-15	% Grw/Decline
Fabrics	2179.63	2320.38	-6.07
Yarn	1681.09	1920.16	-12.45
Made-ups	1395.15	1531.10	-8.88
Fibre	540.09	551.54	-2.08
Total	5795.96	6323.18	-8.34

Source: MOC

HIGHLIGHTS

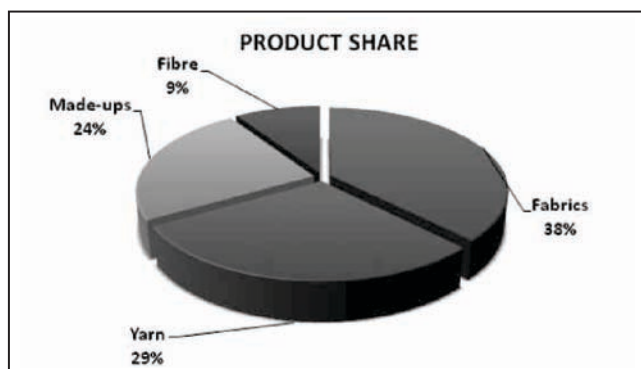
- All the four segments have witnessed decline in exports like Yarn (-12.45%), Made-ups (-8.88%), Fabrics (-6.07) and Fiber (-2.08%).
- Exports were directed to 150 countries during the year 2015-16.
- Exports of Fabrics dominated with 38% share followed by Yarn 29%, Made-ups 24% and Fibre 9% in Indian MMF textiles exports during April-March 2015-16.
- The collective share of value-added products like fabrics and made-ups are increasing and accounted for 62% of the total Indian MMF exports during April-March 2015-16.
- In the fabrics segments Polyester Filament Fabrics (US\$ 551.05 Million) remained the topmost exported product in India's MMF textile exports followed by Synthetic Filament fabrics (US\$ 541.21 Million) Polyester Viscose Fabrics (US\$ 371 Million) and Polyester Blended Fabrics (US\$ 210.86 Million) during the period.
- In case of MMF yarn exports, Polyester Filament Yarn was the leading item with exports worth US\$ 977.44 Million followed by Polyester Cotton Yarn (US\$ 169.30 Million) and Polyester Viscose Yarn (US\$ 127.84 Million).
- Yarn with positive growth in exports are Polyester spun, Viscose spun, Polyester Wool, Acrylic Cotton, Mono filament, Polypropylene Filament etc.
- In Made-ups, exports of Bulk Containers was the leading item with exports worth US\$ 493.19 million

followed by Muffler and Shawls/Scarves worth US\$ 187.94 million and US\$ 150.10 million respectively.

- Main Made-up items with positive growth are Tulles, Muffler, Curtain, Sacks and Bags, life Jacket, Tarpaulins etc.
- Viscose Staple Fibre (US\$ 273.52 Mn) was the leading item in the MMF category followed by Polyester Staple Fibre (US\$ 197.27 Mn) and Acrylic Staple Fibre (US\$ 33.70 Mn).
- UAE was the leading market for Indian MMF textiles during the year 2015-16 with 12% share in total exports followed by USA 9% and Turkey 8%
- Neighbouring country Pakistan has emerged as the 3rd largest market for India's MMF textile export with a share of 6% during the year 2015-16.
- Other major markets during April-March 2015-16 were Bangladesh, Sri Lanka, Germany, Brazil, Egypt, Italy, Spain etc.
- Leading markets with positive growth were Pakistan (103.62%), Bangladesh (18.52%) and Netherland (41.19%).
- UAE and Bangladesh were leading markets for Indian MMF fabrics.
- Major markets for Indian MMF yarn were Turkey, Brazil and USA. However, exports to USA showed a growth of 113% while exports to Turkey declined nearly 17% during April-March 2015-16.
- Brazil with a share of 0.33% in the Indian MMF Made-up exports has grown by 41.63% during 2015-16.

PRODUCT SHARE

During April-March 2015-16, exports of Fabrics dominated in the total exports with 38% share, followed by Yarn 29%, Made-ups 24% and Fibre 9%.





EXPORT PERFORMANCE



FABRICS

Exports of Polyester Filament Fabrics dominated with a share of 25%. The major items exported in this segment were Saree, Shirtings, Suiting, Narrow woven Fabrics, Tyre cord fabrics, Parachute Fabrics and Umbrella Cloth. Exports of Viscose Spun Fabrics which accounted for share of nearly 3% in the Indian MMF fabrics exports, have witnessed excellent growth of 213%.

Value in US\$ Million

FABRICS (Woven+ non-woven+knitted)	2015-16	2014-15	Net Change	% Change
Polyester Filament	551.05	678.04	-126.99	-18.73
Synthetic Filament	541.21	536.51	4.7	0.88
Polyester Viscose	371	364.95	6.05	1.66
Polyester Blended	210.86	167.87	42.99	25.61
Synthetic Non Specified	130.36	125.61	4.75	3.78
Synthetic Cotton	52.27	53.86	-1.59	-2.95
Polyester Wool	51.65	57.09	-5.44	-9.53
Viscose Blended	50.99	89.64	-38.65	-43.12
Viscose Spun	48.44	15.47	32.97	213.12
Acrylic Spun	40.14	53.2	-8.06	-15.15
Polyester Cotton	32.48	39.89	-2.41	-6.04
Polyester Spun	30.71	41.65	-6.94	-16.66
Synthetic Blended	19.36	26.85	-5.49	-20.45
Nylon Filament	18.31	24.64	-6.33	-25.69
Viscose Filament	12.7	12.75	-0.04	-0.31
Synthetic Spun	11	11.07	-0.04	-0.36
Other Fabrics	7.1	21.29	-4.78	-22.45
Fabrics Total	2179.63	2320.38	-140.75	-6.07

*Other fabrics include Viscose Cotton fabrics, Artificial Non-Specified Fabrics, Technical Fabrics, and Polyester Parachute Fabrics etc.

YARN

In the yarn segment, there is a decline of nearly 12.45% during 2015-16. Polyester Filament yarn continues to be the main export items with exports of US\$ 977.44 Million followed by Polyester Cotton Yarn at US\$ 169.30 Million, Polyester-Viscose US\$ 127.84 Million. Other positive growths in exports are Polyester spun, Polyester Wool, Acrylic Cotton, Mono filament, Polypropylene Filament etc

Value in US\$ Million

YARN	2015-16	2014-15	Net Change	% Change
Polyester Filament	977.44	1105.09	-127.65	-11.55
Polyester Cotton	169.3	204.08	-34.78	-17.04
Polyester Viscose	127.84	151.52	-23.68	-15.63
Polyester Spun	107.88	105.77	2.11	1.99
Viscose Spun	76.24	73.18	3.06	4.18
Viscose Filament	53.08	57.03	-3.95	-6.93
Acrylic Spun	41.17	48.40	-7.23	-14.94
Synthetic Spun	34.36	43.16	-8.8	-20.39
Polyester Wool	24.8	24.58	0.22	0.91
Acrylic Cotton	13.66	13.14	0.52	3.93
Artificial Spun	13.55	24.14	-10.59	-43.87
Viscose Cotton	11.69	12.81	-1.12	-8.76
Nylon Filament	10.52	14.82	-4.30	-29.01
Monofilament	7.76	6.44	1.32	20.50
Polypropylene Filament	6.40	5.77	0.63	10.92
Other Yarn	5.41	30.23	-4.00	-13.23
Yarn Total	1681.09	1920.16	-239.07	-12.45

*Other Yarn includes Nylon Spun Yarn, Viscose Wool Spun Yarn, Artificial Cotton Yarn, etc.

MADE-UPS

Export of Indian MMF Made-ups witnessed a decline by nearly 9% during the year 2015-16 as compared to the



EXPORT PERFORMANCE



previous year. Main Made-ups items with positive growth are Tullies 106.81%, Tarpaulins 61%, Muffler 34.78%, Sacks and Bags 22.50%, Curtain 21.89%, life Jacket 23.23% etc.

Value in US\$ Million

MADE-UP	2015-16	2014-15	Net Change	% Change
Bulk Containers*	493.19	537.22	-44.03	-8.20
Muffler	187.94	139.45	48.49	34.78
Shawls/Scarves	150.10	255.77	-105.67	-41.31
Motifs	72.53	71.72	0.81	1.13
Fishing Net	46.52	47.15	-0.63	-1.34
Blanket	40.08	46.20	-6.12	-13.25
Sacks and Bags	27.00	22.04	4.96	22.50
Rope	23.96	24.63	-0.67	-2.72
Bed Linen	22.90	27.76	-4.86	-17.51
Bedsheet	21.02	26.83	-5.81	-21.64
Dress Material	17.50	35.77	-18.27	-51.09
Furnishing Articles	14.03	20.37	-6.34	-31.13
Life Jacket	12.36	10.03	2.33	23.23
Braids	12.01	11.63	0.38	3.27
Curtains	10.08	8.27	1.81	21.89
Tullies	7.40	3.58	3.82	106.82
Dish-cloths/Dusters	6.59	8.88	-2.29	-25.81
Lace	5.65	5.83	-0.18	-3.09
Tarpaulins	5.53	3.42	2.11	61.75
Net	5.04	4.56	0.48	10.53
Other Made-ups**	213.72	219.99	51.93	23.61
Made-up Total	1395.15	1531.10	-135.95	-8.88

*Flexible Intermediate Bulk Container(HS Code 63053200)/big bag/bulk bag or Super Sack is a standardized container in large dimensions for storing and transporting dry, flowable products, for example sand, fertilizers , and granules of plastics, most often made of thick woven polyethylene or polypropylene, either coated or uncoated. **Other Made-ups include Tents, Sails, Rags, Embroidery (without visible ground) & Accessories.

FIBRE

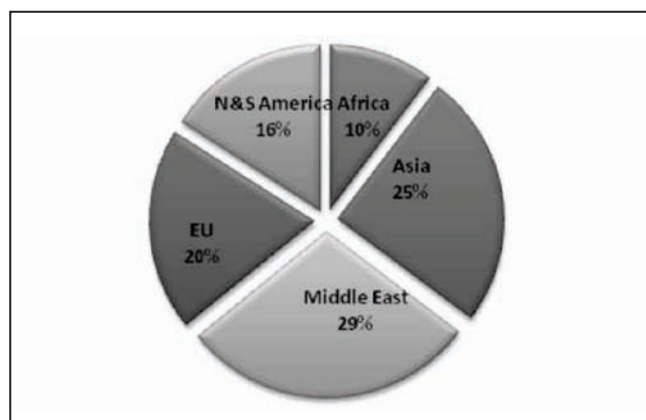
Exports of Indian MMF Fibre have declined by 2.08% during the year 2015-16 as compared to the previous year. Viscose Staple Fibre (US\$ 273.52 Mn) was the leading item in the MMF category followed by Polyester Staple Fibre (US\$ 197.27 Mn) and Acrylic Staple Fibre (US\$ 33.70 Mn).

Value in US\$ Million

Fibre	2015-16	2014-15	Net Change	% Change
Viscose Staple	273.52	222.11	51.41	23.15
Polyester Staple	197.27	248.05	-50.78	-20.47
Acrylic Staple	33.70	38.64	-4.94	-12.80
Other Fibres	35.60	42.74	-8.36	-19.56
Total Fibre	540.09	551.54	-11.45	-2.08

DIRECTION OF TRADE

Exports of Man-made Fibre Textiles from India were directed to over 150 countries during the year 2015-16. The Middle-East countries have emerged as the leading destination for India's MMF textiles exports with a share of 29% (US\$ 1709.65 million), followed by Asia 25% (US\$ 1474.02 million), quality conscious and Sophisticated European Union 20% (US\$ 1170.66 million), North & South America 16% (US\$ 944.84 million) and Africa 10% (US\$ 608.14 million).





EXPORT PERFORMANCE



LEADING MARKETS

The leading market for India's MMF textile exports during 2015-16 was U.A.E. with 12% share in total exports followed by USA 9%, Turkey 8% and 5%. Other major markets during the year 2015-16 were Bangladesh, Sri Lanka, Germany, Brazil, Egypt, Italy, and Spain etc.

Value in US\$ Million

Sl No.	Country	2015-16	2014-15	Net Change	%Grw/ Decline
1	UAE	697.50	719.54	-22.04	-3.06
2	USA	539.36	501.79	37.57	7.49
3	TURKEY	475.63	533.54	-57.91	-10.85
4	PAKISTAN	369.95	337.59	32.36	9.58
5	SRI LANKA	208.18	181.69	26.49	14.58
6	BANGLADESH	164.35	156.15	8.20	5.25
7	GERMANY	154.80	178.96	-24.16	-13.50
8	BRAZIL	150.73	243.11	-92.38	-38.00
9	EGYPT	148.43	182.83	-34.40	-18.82
10	ITALY	136.55	131.76	4.79	3.63
11	SPAIN	131.54	124.14	7.40	5.96
12	BELGIUM	111.04	129.94	-18.90	-14.55
13	NIGERIA	102.64	99.85	2.79	2.79
14	VIETNAM, DEM	91.57	89.56	2.01	2.25
15	NETHERLANDS	84.70	59.99	24.71	41.18
16	FRANCE	71.69	80.38	-8.69	-10.81
17	SAUDI ARABIA	66.26	69.58	-3.32	-4.77
18	KOREA, DEM	63.66	67.12	-3.46	-5.15
19	JAPAN	28.42	38.27	-9.85	-25.75
20	HONG KONG	12.86	17.11	-4.25	-24.82

MAJOR MARKETS FOR MMF FABRICS

Value in US\$ Million

Sl No.	Country	2015-16	2014-15	Net Change	%Grw/ Decline
1	UAE	469.30	454.65	14.65	3.22
2	BANGLADESH	201.92	216.12	-14.20	-6.57
3	SRI LANKA	138.99	125.79	13.20	10.49
4	PAKISTAN	134.53	115.70	18.83	16.27
5	USA	132.67	138.40	-5.73	-4.14
6	ITALY	20.71	23.11	-2.40	-10.39
7	BELGIUM	20.19	20.91	-0.72	-3.44
8	GERMANY	13.16	15.33	-2.17	-14.16
9	TURKEY	9.37	12.32	-2.95	-23.94
10	BRAZIL	2.98	5.16	-2.18	-42.25

MAJOR MARKETS FOR MMF YARN

Value in US\$ Million

Sl No.	Country	2015-16	2014-15	Net Change	%Grw/ Decline
1	TURKEY	376.50	455.82	-79.32	-17.40
2	BRAZIL	134.96	228.04	-93.08	-40.82
3	USA	127.45	59.86	67.59	112.91
4	BANGLADESH	107.10	84.34	22.76	26.99
5	BELGIUM	42.11	46.53	-4.42	-9.50
6	PAKISTAN	29.29	25.73	3.56	13.84
7	ITALY	25.24	28.89	-3.65	-12.63
8	SRI LANKA	20.92	21.48	-0.56	-2.61
9	GERMANY	19.72	21.90	-2.18	-9.95
10	UAE	14.46	12.55	1.91	15.22

MAJOR MARKETS FOR MMF MADE-UPS

Value in US\$ Million

Sl No.	Country	2015-16	2014-15	Net Change	%Grw/ Decline
1	USA	259.59	241.40	18.19	7.54
2	TURKEY	195.91	250.93	-55.02	-21.93
3	SRI LANKA	107.29	124.36	-17.07	-13.73
4	ITALY	73.56	63.59	9.97	15.68
5	PAKISTAN	64.00	63.00	1.00	1.59
6	UAE	28.04	38.46	-10.42	-27.09
7	BELGIUM	10.00	14.74	-4.74	-32.16
8	BRAZIL	7.28	5.14	2.14	41.63
9	GERMANY	6.67	6.37	0.30	4.71
10	BANGLADESH	3.53	4.84	-1.31	-27.07

Source: MOC

MEMBERSHIP

The Council had 5182 members
as on 31st March, 2016.



MEETINGS



COMMITTEE OF ADMINISTRATION

The Council held Meetings regularly with the members of the Committee of Administration in every quarter. During the Meetings various issues such as strategies for enhancing the export growth, Policy matters and other issues concerning the exports and the trade of MMF textiles were deliberated and discussed for various actions to be taken to increase exports of MMF textiles to the overseas market.

ANNUAL GENERAL MEETING

The 61st Annual General of The Synthetic & Rayon Textiles Export Promotion Council was held on 30th September 2015 at the Panorama Hall, Hotel Ambassador, Mumbai. Shri Anil Rajvanshi, Chairman; Shri Sri Narain Aggarwal, Vice-Chairman; Shri R. L. Toshniwal, former Chairman, Dr. Vinod Kumar Ladia, former Chairman, members of the Committee of Administration, member exporters and media persons were present on the occasion. In his welcome speech, Shri Anil Rajvanshi, Chairman of the Council said that the global economy has been passing through slump in recent period and the situation is getting complex day by day affecting both growth and export of major economies worldwide. He said that the US and EU were not on its path to recovery and since both were our major markets for MMF, its repercussions were felt across.

Chairman observed that of late, the global economy had been passing through uncertain period with first the Greece crisis affecting the EU zone followed by the China economic showdown and subsequently devaluation of the Yuan. He further stated that the global economic situation looks unpredictable due to volatile economic situations in many countries and also due to exchange rate threats emanating from stress in their domestic economy. The expected growth resulting from the low oil price also seems to be difficult now. He noted that, the Global Trade in Textiles and Clothing during 2014 was US \$ 829 billion and India's T&C exports was only US \$ 38.60 bn., a mere 4.66% share. He urged the members to strive hard to increase their share as envisaged in the Vision document of the Ministry.

MEETING WITH HON'BLE UNION MINISTER OF COMMERCE

Vice Chairman and Executive Director attended a Meeting chaired by Hon'ble Minister of Commerce on 2nd February 2016. The Meeting was held to review FTAs with involvement of all stakeholders; EPC's to

enhance exports from India. During the Meeting the Commerce Secretary (CS) highlighted that all efforts will be taken to maintain policy consistency, clarity, and priority basis. Issues like Service Tax and GST on exports will be examined. Vice Chairman, SRTEPC made detailed presentation on various issues concerning export scenario of MMF textiles, Trade promotions and assured the CS to work together with other Textile EPCs and Stakeholders. It was stressed that Council will work together with AEPC to sort out their non-availability of fabrics on the basis of 'Make in India'.

MEETINGS WITH THE HON'BLE UNION MINISTER OF STATE FOR TEXTILES (IC)

The Chairman and others met the Hon'ble Union Minister of State for Textiles (IC) Shri Santosh Kumar Gangwar on various occasions. During the Meetings various issues of the Council were discussed. The Chairman and immediate past Chairman attended a Meeting chaired by the Hon'ble Union Minister of Textiles, Shri Santosh Kumar Gangwar on 17th April 2015. At the Meeting issues of allowing import of fabrics within the ceiling of 2% of FOB value under the overall 5% entitlement of duty free inputs under the Export Performance Certificate Scheme were discussed to which the Ministry of Textiles agreed to stop the proposal of AEPC for allowing import of fabrics equivalent of 2% of FOB value of exports under overall 5% entitlement.

The Chairman met Hon'ble Union Minister of State for Textiles, Shri Santosh Kumar Gangwar, the then Secretary Textiles, Shri Sanjay Kumar Panda and Shri J.K.Dadoo, Joint Secretary, Dept. of Commerce on 2nd June, 2015 in New Delhi. During the Meeting issues concerning MMF textiles in the context of the Foreign Trade Policy 2015-20 were discussed.

The Chairman met Hon'ble Union Minister of State for Textiles (IC), Shri Santosh Kumar Gangwar on 9th November 2015 to discuss policy issues relating to the Pre-Budget Proposals for 2016-17.

MEETING WITH COMMERCE SECRETARY

Shri Rakesh Mehra, immediate past Chairman attended an Interactive Session with the then Commerce Secretary Shri Rajeev Kher, IAS, on 13th May 2015 in the office of FIEO, Mumbai., Shri Pravir Kumar, former DGFT was also present. Issues relating to the Foreign Trade Policy were discussed at the Meeting. Proposal on FTP benefits relevant to MMF Textiles were also submitted for consideration of MoC.

The Chairman and Vice-Chairman attended a



MEETINGS



Meeting on 7th October 2015 in New Delhi chaired by the Commerce Secretary, Ms Rita Teautia to discuss issues relating to decline in exports of various commodities from India. The Commerce Secretary assured to take steps to arrest the decline in exports. The Secretary issued directions in this regard to the officials of the Dept. of Commerce.

Executive Director on 13th November, 2015 met, Secretary, Commerce, DGFT, JS MoC (Exports) and discussed with Secretary Commerce and requested to give prominence to Focus Africa region for export promotion, similar to Focus LAC by eliminating turnover ceiling of 30 Crores.

Executive Director attended a meeting Chaired by the Commerce Secretary on 15th March 2016. Members of the delegation from Vietnam also attended the meeting. The Meeting was held to discuss the Meeting of India-Vietnam 3rd Joint Sub Commission on Trade related issues. Commerce Secretary (CS) highlighted the focus of India on 'Act East Policy' and its progress. During the Meeting CS discussed issues especially in the wake of US\$ 300 Mn. LOC, setting up of Textiles Park and warehouses in Vietnam and Fast Track reduction in tariffs etc. it was decided that SRTEPC and TEXPROCIL will take the matter forward on receipt of MoU signed from MoC.

MEETINGS WITH TEXTILES SECRETARY

Chairman and Executive Director met the then Secretary Textiles, Dr. Sanjay Kumar Panda on 2nd June 2015 to submit representation on reduction of Excise Duties on Man-made Fibres and Yarns. Also requested to MoC for waiver of interest charges on unutilized MDA/MAI funds refunded by the Council. The Chairman met the then Secretary Textiles Shri Sanjay Kumar Panda on 30th July, 2015 to discuss concern over decline of 1.65% in export of MMF textiles during Apr-May 2015, against the previous year. Chairman attended a Meeting called by the then Secretary (Textiles), Shri Sanjay Panda on 30th October 2015 to discuss the need to boost MMF textile sector in the coming Budget Proposal 2016-17

Executive Director attended meeting Chaired by the then Secretary Textiles Shri S.K.Panda, in New Delhi on 22nd July 2015, to Review the export performance of the current financial year and to discuss the steps to be taken to boost exports of the Textiles Industry. The Executive Director of the Council informed that export of MMF textiles during Apr-May 2015 has shown a decline of 1.65% against the previous year. The possible reasons were mentioned such as Anti-

dumping duties imposed by major market like Turkey, lack of demand from China, economic crisis in Euro zone, higher duties and taxes in the domestic market compared to other competing countries, withdrawal of Chapter 3 benefits to MMF Textiles, desired extension of interest subvention and MEIS Scheme etc.

MINISTRY OF FINANCE MEETING

Chairman met Shri Ram Tirath, Member, CBEC, MOF on July 16, 2015 to discuss Income Tax issues of the Council and requested to resolve the same.

MEETING WITH ADDITIONAL SECRETARY TEXTILES

Chairman met Smt. Pushpa Subrahmanyam, Addl. Secretary, MOT on 7th March, 2016 to discuss on various pending issues of SRTEPC. All the clarifications required by her were provided.

MEETINGS WITH DGFT

The Chairman on 2nd November 2015, met Shri Anup Wadhawan, DGFT to discuss issues relating to Pre-Budget Proposals for 2016-17. In regard to the same met Ms. Sunaina Tomar, Joint Secretary (Exports) in New Delhi and Shri Hasmukh Adhia, Revenue Secretary. Also met Dr. Sanjay Kumar Panda, the then Secretary Textiles to discuss issues relating to Pre-Budget Proposals for 2016-17.

Chairman met Shri Anup Wadhawan, Director General, DGFT on 17th March 2016 to discuss pending issues of MMF Textiles and was assured of resolving the same.

MEETINGS WITH JS, MINISTRY OF COMMERCE

Chairman met Shri J.K.Dadoo, Joint Secretary, Dept. of Commerce on 6th May, 2015 to discuss Anti-dumping duty Issues with Turkey on import of "yarn of Man-made/synthetics/artificial staple fibre.

The Chairman attended a Meeting chaired by Shri Ravi Capoor, Joint Secretary, Department of Commerce on 27th October 2015 to discuss the status of compliance of the provisions contained in para 2.92 of the Handbook of Procedure of FTP 2015-16.

Chairman met Shri Ravi Capoor, Joint Secretary, MoC on 7th March, 2016, to request for release of fund towards RBSM Surat.

Chairman met Shri B. S Bhalla, Joint Secretary, Ministry of Commerce on 17th March, 2016 to discuss matters concerning anti-dumping issues

Executive Director attended meeting with Shri. S. Bhupender Singh Bhalla, JS Exports, MoC on 11th May 2015 to discuss EPC's issues regarding New FTP (2015-



MEETINGS



20). It was submitted that MMF textiles are affected as earlier reward rates have been removed in many of the tariff lines.

Executive Director met Shri Arvind Mehta, JS, MOC, (E&MDA) on 12th May, 2015, requested for approval of the MDA action plan for the year 2015-16 and release of 1st installment advance payment for undertaking Council's activity in Honduras and El Salvador during June 2015. MDA grant Rs. 75 lakh for the year 2015-16 was released.

Executive Director attended meeting with Shri Ravi Capoor, Joint Secretary, MoC. on 2nd June 2015 to discuss the Progress made on the Line of Credit of US \$ 300 million proposal to Vietnam. As suggested by JS, SRTEPC requested its members to inform their investment option in Vietnam.

Executive Director met Shri Bhupinder Singh Bhalla, JS, MoC on 22nd July 2015 to discuss matters regarding Export Targets and achievements.

Executive Director attended a Meeting on 22nd December 2015 in New Delhi chaired by Ms. Anita Praveen, JS (EU), MOC To discuss the EU-FTA Negotiations. JS requested that tariff lines 8 digit HS code details related to products to be given and the same was submitted to the Ministry.

Executive Director along with Additional Director of the Council attended a meeting Chaired by Shri Ravi Capoor, JS, Ministry of Commerce on 22nd March 2016. During the Meeting a Demonstration of the Working Module of Evaluation and Monitoring (WMEM) of the proposals to be submitted under MAI Schemes was done.

Additional Director (TP) on 17th February, 2016 attended a meeting under Chairmanship of Shri Ravi Capoor, Joint Secretary, MoC. The Meeting was called for discussion regarding online evaluation and monitoring of MAI and MDA Schemes.

MEETINGS WITH TEXTILE COMMISSIONER

Executive Director met Dr. Kavita Gupta, newly appointed Textile Commissioner on 17th October 2015 to congratulate and welcome her on being appointed as the Textile Commissioner

Executive Director attended a Meeting called by Dr. Kavita Gupta, Textile Commissioner on 28th October 2015 in Mumbai to discuss the views and suggestions of Council in connection with the direct and indirect taxes for the upcoming Budget 2016-17.

MEETINGS WITH JS (EXPORTS), MINISTRY OF TEXTILES

Chairman and immediate past Chairman met Ms. Sunaina Tomar, Joint Secretary (Exports), MOT on 17th April 2015 to discuss about the inputs on Rules of Origin. The inputs on Rules of Origin were submitted to the concerned department.

The Chairman met Smt. Sunaina Tomar, Joint Secretary, Ministry of Textiles on 6th May, 2015 to discuss measures to restore benefits under FTP for the MMF Textiles.

The Chairman met Ms. Sunaina Tomar, JS, MoT on 24th July, 2015 to discuss the pending issues of the Council.

Executive Director met Ms. Sunaina Tomar, JS (Exports) on 22nd April 2015 in New Delhi to discuss various pending issues about the Council.

Executive Director attended a Meeting chaired by Ms. Sunaina Tomar, Joint Secretary on 23rd April 2015 held to discuss on the fixation of export target for 2015-16. During the Meeting the Council informed the Ministry that the 2015-16 export target has been reduced to US \$ 5.9 billion from US\$ 6.5 billion the previous year.

Executive Director met Ms. Sunaina Tomar JS (Exports) on 11th May 2015 to discuss the Revised Proposal with details of delegates from EPC's and Anti-dumping duties imposed by Turkey on MMF Textiles to be sent to Embassy of India in Turkey.

Executive Director met Ms. Sunaina Tomar, JS (Exports) on 22nd July 2015 to discuss the pending issues pertaining to measures to be taken for reversal of decline in MMF textile exports in the current year. The details required by the JS were provided.

Executive Director attended a Meeting chaired by Ms. Sunaina Tomar, JS (Exports) on 2nd December, 2015 in New Delhi prior to the Empowered Committee Meeting to discuss on JWG to Uzbekistan.

Executive Director attended a Meeting chaired by JS (Exports) on 22nd December 2015 in New Delhi to discuss about "Make in India" Week being organized during 13-18 Feb. 2016. Further attended a Meeting chaired by JS(Exports) in New Delhi to discuss issues pertaining to preparation of new voluntary standard to internationally acceptable levels and technical regulations that are based on international standards and upgrading conformity assessment procedures to international level with Textile Committee.



MEETINGS



Executive Director on 19th Feb, 2016 attended meeting Chaired by Ms. Sunaina Tomar, JS Exports. During the Meeting discussions were held by representatives of all EPCc on 9th EU-India Joint Working Group. (JWG)

MDA/MAI MEETINGS

The Chairman and Addl. Director attended a Meeting on 26th November 2015 chaired by Smt. Sunaina Tomar, Joint Secretary (Exports) to discuss the Annual Action Plan for 2016-17 under MAI. Executive Director met Shri Rajeev Kumar, Under Secretary, MOC on 22nd April 2015 to discuss the matter regarding releasing the balance payment sanctioned under Anti-dumping review of Turkey.

Executive Director met Shri Rajiv Kumar, US, MoC on 01.06.2015, regarding issuing Sanction letter of MDA advance for the year 2015-16. ED also requested to expedite payment towards anti-dumping review, Turkey.

Executive Director met Shri Rajnish US, MOC. on 22nd July 2015, 17th September 2015 and 19th October 2015 to request for waiver of interest charges on unutilized funds refunded by the Council

Executive Director met Shri C.V.Ravi, Director, MDA Section, MoC on 22nd July 2015 to discuss regarding balance payment of Anti-Dumping proposal under MAI and also request to send the revised Guidelines for MDA regarding LAC condition

The Executive Director and Additional Director attended MAI meeting chaired by Shri Arvind Mehta, Additional Secretary, and MOC on 19th August, 2015. At the Meeting Council's Programme in Bangladesh was recommended as it falls under the South East Asian region with the commitment for the participation of 30 companies along with an estimated approved MAI grant of Rs.38,00,000/- for approval of the Empowered Committee.

The Executive Director attended MAI meeting chaired by Shri Ravi Capoor, JS, MOC on 17th September 2015 in New Delhi to discuss the Annual Action Plan for 2016-17 received from Textile EPCs under MAI Scheme. Council's Programmes in Bangladesh and UAE were approved and recommended to Empowered Committee under the MAI Scheme. The ED also held Meeting with Shri Neerav Mallick, Director, MOT in New Delhi on the day to discuss follow up on MAI Annual Action Plan for 2016-17

Executive Director met Shri Rajeev Kumar, Under Secretary (MDA) on 17th September 2015 in New Delhi to discuss matter regarding release of balance funds of Anti-Dumping duty under MAI Scheme .

Executive Director attended the Meeting of the Empowered Committee (EC) of Market Access Initiative (MAI) on 2nd December 2015 in New Delhi to discuss the MAI proposals. Three MAI proposals of the Council viz. Indian Textiles and Clothing Exhibitions in Dubai, Bangladesh and RBSM, Surat were approved by the Empowered Committee.

Executive Director on 19th February, 2016, met Shri Rajeev Kumar, US, MoC, Shri G.K.Rajanish, US, MoT, Shri Neerav Kumar Mallick, Director, MoT Regarding Council's Revised Annual Action Plan (RAAP) approval.

Addl. Director met Shri Neerav Mallick, Director (Exports) on 26th November 2015 in New Delhi to discuss the matter regarding Revised Annual Action Plan for 2015-16 under the MDA Scheme.

RCEP MEETINGS

The Chairman attended meeting chaired by Shri Dammu Ravi, JS(MoC) on 16th July, 2015 regarding Stakeholders consultations for RCEP negotiations. In this regard Council prepared a detailed proposal pertaining to RCEP and sent to the Ministry for doing the needful.

The Chairman, Deputy Director (MR) and Executive (Delhi Regional Office) attended the RCEP Meeting with Shri J. S. Deepak, Additional Secretary on 1st September, 2015 to discuss the Tariff lines to give initial offer and request the RCEP member countries. Accordingly, the Council sent all the list and details on the tariff lines as desired by the Ministry.

The Chairman and Deputy Director (MR) attended the RCEP Meeting called by Joint Secretary (Exports) Smt. Sunaina Tomar on 2nd September 2015 to discuss the tariff lines on which India can make an initial offer, tariff lines of other RCEP countries on which India should seek tariff elimination or reduction (at the RCEP country's national HS tariff line) and Rules of Origin.

DD (MR) attended a Meeting on 4th February, 2016 chaired by the Joint Secretary (Exports) Ms. Sunaina Tomar to discuss India's initial goods offered under RCEP. As desired, the Council has sent the data on production and export-import for the MMF textile items to the Ministry. It has also been suggested that the 81 Man-made fibre textile products especially falling under chapters 54 and 55 are in India's Negative List.



MEETINGS



TEXTILES COMMITTEE MEETING

Executive Director met Shri Rakesh Garg, IRS on 20th October 2015 to congratulate him on his appointment as the Secretary of the Textiles Committee and discussed various common issues on export promotion.

FIEO MEETINGS

Chairman attended 233rd FIEO Managing Committee Meeting at Chennai on 18th May, 2015. During the Meeting the Chairman raised the matter regarding Income Tax demands by IT Dept. being disallowances of expenditure incurred in foreign currencies for organizing Exhibitions abroad and highlighted the anomaly as the similar Tax exemption will be available to en-routed party in India. Regarding the delegation to Iran, Chairman said that India should have a formal trade agreement for tariff concession for exports to Iran so as to get better accessibility. Chairman attended the 234th Meeting of the Managing Committee of FIEO on 6th September 2015 to discuss the Agenda points of the meeting.

Executive Director attended a Presentation on FTP 2015-20 at FIEO on 9th April 2015. The DGFT was also present at the Meeting. Extension of benefits to the MMF textiles was proposed under the MEIS for Group B and Group C Countries. It was argued that MMF textile exporters have developed these markets with lot of efforts hence the rewards need to be continued. The DGFT assured that they will look into the representation made by the SRTEPC and necessary changes in the MEIS will be done in consultation with Ministries.

WTO STUDIES MEETINGS

Executive Director attended the International Conference on Trade Remedy Measures organized by the WTO Studies, IIFT, New Delhi on 9th & 10th April 2015 to discuss Anti-dumping duty issue Scope of product under consideration. The Conference gave basic understanding on the issues pertaining to trade remedies.

Executive Director attended the Stakeholder consultation meeting on "India's export potential and global value chains" organized by Commonwealth Secretariat, Centre for WTO Studies and FICCI on 12th October 2015 at Trident Hotel, Mumbai to discuss export potential of identified products and assessing their prospect of becoming India's 'lead product' in the international market.

EXPORTERS GRIEVANCE REDRESSAL FORUM (IEGRF) MEETING

Shri G. K. Gupta, Shri M. L. Jhunjhunwala, members of the Committee of Administration and AD (ES) attended the Indian Exporters Grievance Redressal Forum (IEGRF) Meeting in Mumbai on 25th August 2015 presided by Shri S. K. Saraf. The Meeting was called to discuss issues relating to Increment of Export Incentivization Scheme.

FICCI MEETINGS

Executive Director attended a Seminar on "Mega Regional Trade Agreement" on 22nd April 2015 organised by FICCI, CUTS international with the support of UK's Department for International Dept. Presentations by prominent persons regarding Trans Pacific Partnership (TPP) were made during the Seminar.

Executive Director attended the 7th edition of Annual Conference on textile and apparel industry 'TAG 2015' Conference organized by FICCI on 28th October 2015 at Hotel Taj Mahal, Mumbai. The topic for discussion was "Developing Excellence in Man-made fibre based textiles"

Special Interaction Meetings

Executive Director attended a Meeting "Special Interaction on Opportunities & Challenges for the Indian textile and apparel industry" on 19th October 2015 in New Delhi chaired by Shri Ajay Shankar, former Member Secretary, BMCC in New Delhi to discuss the problems faced by the textile industry and to work out a document detailing vision and strategy including Action Plan for overcoming the difficult phase.

Other Meetings

Addl. Director met Shri Vinod Agarwal, OSD, Drawback, Department of Revenue, Ministry of Finance on 26th November, 2015 to discuss matters relating to the representation to the Ministry of Revenue on polyester viscose blended fabrics. of Drawback Rates. Addl. Director further met Shri Sunil Dutt, ASO in Ministry of External Affairs on the day Regarding claim of some unpaid payment for Exhibitions organized by the Council in Colombia and Egypt.

DD(MR) attended a Meeting "Partnership for Sustainable Textiles – an opportunity for global supply chain" on 5th October 2015 in New Delhi To discuss about the future of sustainable textiles.

Asst. Director (ES) attended a Meeting on 18th January 2016 at the Office of the Textile Commissioner to discuss on Amended TUFs (ATUFs). The Meeting was called to discuss on the new formats which will be devised for smooth conduct of the Scheme



EXPORT ASSISTANCE



The Indian textile industry is one of the largest and most important sector in the economy - in terms of output, foreign exchange earnings and employment in India. The Textile Industry has the potential to balance new heights in the global economy.

Over the recent years the textile industry in India has gone through momentous changes in anticipation of increased international competition. The industry has been facing a number of problems and among them the most important ones are those of liquidity for many organized sector units, demand recession and insufficient price realization. The long-ranged problems include the need for modernization and restructuring of the whole Textile industry to make it able to reach the demands of the domestic and foreign markets for textiles as per the needs of the consumer. India, the second largest producer of textiles in the world after agriculture is also considered as the second largest provider of employment. Thus, growth and development of this industry will have a direct act on the improvement of the India's economy.

The most significant change in the Indian textiles industry has been the advent of man-made fibres (MMF). Indian MMF Textile exporters have been making efforts to successfully place its innovative range of MMF textiles in almost all the countries across the globe. Though the Indian textile sector is cotton dominated, since the last decade, the share of Manmade Fibre textiles has grown substantially. Man-made fibres have been increasingly substituting cotton and the Indian textile industry is progressively shifting from cotton to Man-made textiles as better alternatives. The Man-made textile sector in India is comparatively modern, vibrant and has a high growth potential.

Today, the Man-Made Fibre (MMF) textile industry occupies a top position in India, producing almost all types of items, from basic raw materials to the finished products. In recent years, massive capacity expansion has made the industry self-sufficient with state of art machinery and technology. Quality and productivity pass through every facet of the industry. India has emerged as a reliable supplier in the global market. Exports of MMF textiles during 2015-16 has shown a decline of nearly 7 per cent and the decline is witnessed across all segments viz. Fabrics, Yarn, Made-

ups and Fibre respectively. The unprecedented decline could be due to the adverse effect of fall in crude prices; the relative appreciation of rupee against dollar vis-à-vis other currencies like the euro, real, rouble, or yuan; and slower growth in world trade.

However, there are certain policy initiatives which need to be undertaken by the Government urgently to spur the export's inertia and revive the domestic industry.

FOREIGN TRADE POLICY / UNION BUDGET PROPOSALS

The Council sent Foreign Trade Policy Proposals and Budget Proposals to be included in the New Foreign Trade Policy 2015-20 and in the Union Budget 2016. During the year, the Council had consultation with various Ministries and deliberated on issues constraining the MMF textiles Industry on the release of the New FTP 2015-20 announced by Hon'ble Union Minister of State for Commerce and Industry on April 1, 2015 which did not have anything encouraging for our exporters. The Council had discussion with the Textile Ministry and other Associations for taking up the Council's Budget Proposal with the Ministry of Finance for its inclusion under the Union Budget 2016.

DUTY DRAWBACK RATES FOR 2016

Duty Drawback scheme plays an important role in the export of Man-made fibre textiles as majority of the exporters are operating under this scheme. During the year, the Council had collected data from member-exporters pertaining to various products for fixation of suitable Duty Drawback rates and had submitted detailed proposals for an increase in the Duty Drawback rates for Manmade Textiles. The Council has proposed for an upward revision in the rates for most of the MMF textile items.

The Council highlighted some issues concerning the growth and exports of MMF textiles which was adversely impacting MMF textiles and needed urgent attention –

- the ongoing fiscal discrimination in comparison to cotton,
- lowering the Excise Duty,
- treating MMF and Cotton textiles separately while applying the WTO threshold criteria,
- extend higher benefits of 5% reward under MEIS and for all MMF tariff lines across the three groups of identified countries in the FTP,



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- restrict import of fabrics by imposing specific duties on all MMF Fabrics,
- higher rate of interest equalization and drawback,
- extend production related stimulus measures to that of China and
- extend MEIS to those markets where the exporters have established and looking further to expand.

The Council took up issues / problems faced by exporters at the operational / procedural level with various Govt. bodies like the Customs, DGFT & its Regional Offices, Central Excise, RBI, ECGC etc. with regards to Duty Drawback Claims, problems while applying for application under the FTP Schemes, Customs Clearances, Problems at the Ports and Terminals etc.

The Council had received representations from member-exporters regarding problems faced by them at the operational level at the Customs which needed to be sorted out. The issues were affecting exports and included the following - Prompt Disbursal of Drawback Claims by Customs, 24x7 Customs clearance to be made operational at all ports, Enhance operational capabilities and provide technical expertise to ports to ease the congestion, Implement Single Window Clearance System, Reduction of physical examination at the time of clearance of the goods is an international modern way for carrying out exports, Delay in clearance of goods to be streamlined during Sundays and Public holidays, allow the passage of samples to exporters without any hindrance at Airports, Improvement of port infrastructure to sustain increase in export volumes and reduce strikes at the Ports.

During the Meeting by Hon'ble Union Minister of State for Textiles with all the Export Promotion Councils; the Council pointed out important issues pertaining to MMF Textiles with regard to enhancing the Duty Drawback Rates and anomalies thereof, issues faced in the newly announced Interest Equalisation Scheme on Pre & Post Shipment Rupee Export Credit, Request for inclusion of left out MMF Textiles products under Merchandise Exports from India Scheme (MEIS) and the Pre-Budget Proposal for 2016-17 which include Indirect Taxes (Customs, Excise, Service Tax etc), Direct Taxes (Banking, Income Tax etc.) and Policy Issues.

Representations on issues raised by exporters were taken up suitably with the concerned Departments:

(I) MINISTRY OF FINANCE

- Request for Extension of Interest Equalization Scheme on exports of Synthetic and Blended Yarns

❖ CBEC

- Clarification on 'place of removal' for valuation of export goods for claiming rebate and cenvat credit of input services

❖ DEPT. OF REVENUE

- Incidence of taxes in fuel used for transportation to export cargo to port for formulating the calculations of the Drawback Rates.
- Request for increase in Drawback Cap in Drawback Tariff No. 581002/581003/581004 & 581099
- Anomaly in the Duty Drawback Rates for MMF Textile items namely Blended Yarn of Polyester 48% and Cotton 52%
- Revision in Drawback rates of SI Nos 551502 and 551504
- Revision in Drawback rates of SI Nos 551602 and 551604
- Anomaly in the Duty Drawback Rates for MMF Textile items which have been creating operational difficulties for the exporters particularly while exporting "Blended Yarn of Polyester 48% and Cotton 52%".
- Request for increasing Drawback Caps for fabrics covered under Drawback tariff Nos. 540702 & 540704 from Rs.45/- & Rs.50/- per kg to Rs.90/- per kg.
- Request for increasing Drawback Caps for fabrics covered under Drawback tariff Nos. 580102 from Rs.45/- per kg to Rs.85 per kg.

❖ CUSTOMS

- Drawback Query raised by Customs against Shipping Bills for clarification of description in the Shipping Bills.
- Difficulty faced by exporters while bringing back



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fabric samples by courier which taken for the purpose of display to various customers.

- Pending Drawback Claims as query raised by Customs against exporters as their names were put in the "alert list" and their Drawback suspended.
- Delay in getting Duty Drawback payments from Raxaul Land Customs.
- Clarification regarding a query raised by the Custom regarding shipment of Polyester/ Cotton Yarn (Grey).
- Non Transmission of EDI Shipping Bills to DGFT by Customs.
- Inordinate delay in resolving Drawback query against reply submitted to JNPT Customs.

❖ RBI

- Non realization of GR from Kotak Mahindra Bank Ltd. against exports to Sudan since it falls under the list of OFAC countries.

(II) MINISTRY OF TEXTILES

- To extend and continue the 3% Interest Rate Subvention to MMF Textiles.
- Extending the maximum possible benefits under the MEIS of the New FTP 2015-20.

❖ TXC

- Request for allowing of RR-TUFS claim of 30% MMS.
- List of points related to Fiscal and Non-Fiscal issues concerning Textiles with regard to the Budget Proposals.

(III) MINISTRY OF COMMERCE

Grant of 3% Interest Equalisation Scheme on Pre & Post Shipment Rupee Export Credit to Merchant Exporters.

❖ DGFT

- To re-activate Shipping Bills lying pending for claiming Chapter 3 benefits.
- Suggestion for modification in SION Sr.Nos. J50,J87,J27

- Issues faced by exporter while filing online application module under MEIS.
- Request for inclusion of Nylon Textured yarn (ITC HS code 5402 5100) and Nylon Covered Yarn (ITC HS code 5606 0090) under Appendix 3B of Merchandise Exports from India Scheme (MEIS).
- Inclusion of Nylon Textured yarn (ITC HS code 5402 5100) and Nylon Covered Yarn (ITC HS code 5606 0090) under Appendix 3B of Merchandise Exports from India Scheme (MEIS).
- Pending Application for Status Holder Certificate.
- Online Application Module for MEIS not appearing online on DGFT Website.
- Request for inclusion of left out MMF Textiles products under Merchandise Exports from India Scheme (MEIS).
- Fixation of SION for the export product 'Synthetic Fabrics 840 Denier and above Polyester Fabrics (EE) Dipped Belting Fabrics (EE) Rubberised Textile Fabrics'.
- Deficiency letters regarding submission of Proof of Landing Certificate and Bill of Lading.
- Revalidation of FPS Licences.
- Request for inclusion of Warp Knit Fabrics falling under HS code 6005 under Merchandise Exports from India Scheme (MEIS) of FTP 2015-20.
- Inclusion of Polyester Texturised Filament Yarn falling under HS Code 54023300 under Merchandise Exports from India Scheme (MEIS) of FTP 2015-20.
- Re-introduction of Status Holders Incentive Scrip.
- Inclusion of the nearest Sea Port Adani Sea Port to the designated Port List.

(IV) OTHER DEPARTMENTS OF THE MINISTRIES

A Presentation of the Council pertaining to Man Made Fibre Textiles (issues & suggestions) was made before the Hon'ble Prime Minister in September 2015.



ANTI-DUMPING ISSUES



- ❖ Expiry Review by Turkey on import of “Yarn of man-made or synthetic or artificial staple fibre” originating from India (April 2015).

Further to the Final Notification issued by the Ministry of Economy in Turkey on the Expiry Review vide initiation notice dated April 17, 2015, it was decided to re-impose the same duties for the next 5 years. The anti-dumping duties ranged from US\$ 0.29 – US\$ 0.39 per kg.

The Council has sent a reply to the Ministry of Textiles and the Ministry of Commerce & Industry regarding settlement of MAI account of SRTEPC for contesting antidumping Investigation by Turkey against the import of MMF Spun Yarn from India.

The Council requested the Ministry for its kind

intervention in the matter and to take it up at the diplomatic level, if possible, with the Turkish Government and at the level of the WTO.

- ❖ Anti-dumping investigation concerning imports of Elastomeric Filament Yarn from China PR, South Korea, Taiwan and Vietnam.

Request letter was written to the Ministry to treat the Council as an “interested party” in the present Anti-dumping investigation concerning imports of Elastomeric Filament Yarn from China PR, South Korea, Taiwan and Vietnam and also allow the Council to participate in the investigation and further informing them that the Council has authorized TPM Consultants following firm to represent us in this matter.



SEMINARS



One-day Seminar on ‘**Development of Managerial Skills for Operating in the Changing Global Scenario**’ organized at Mumbai on Friday, February 12, 2016.

The Council conducted a Seminar in cooperation with Poornima School of Management, Jaipur in Mumbai on February 12, 2016 in order to educate our members to gear up to meet the challenges as well as seize opportunities to develop robust strategic plans in the face of an uncertain future.

The Meeting was well-attended by the members of the Committee of Administration of the Council and some member-exporters. Shri Anil Rajvanshi, Chairman, presided over the meeting. Eminent Speakers from different fields made a presentation during the Seminar

which included Shri Yaduvendra Mathur, IAS, CMD, Exim Bank, Mumbai Dr. (Prof.) Kanta Ahuja, Former Vice Chancellor, University of Rajasthan, Shri Ravikant, Senior Faculty, State Bank Academy, Gurgaon Prof. Sangeeta Shahane, Area Coordinator for Business Communication and Personal Effectiveness Development, ICFAI Business School, Gurgaon and Shri Abhayjeet Singh, Senior Faculty, Poornima Group of Colleges, Jaipur.

The Meeting ended with concluding remarks by Dr. Vinod K. Ladia, CMD, SRSL Group, former Chairman of SRTEPC & CITI and a Vote of Thanks and Distribution of Certificates by Shri V. Anil Kumar, Executive Director, SRTEPC.



PUBLICITY



In view of popularizing the positive image of Indian Man-made textiles in the overseas markets and to create awareness about the world class capacity of Indian textile industry to meet the enhanced global demand for quality products and to keep abreast the Indian exporters well aware about the latest overseas market trends, the Council has been undertaking various publicity programme during the year 2015-16.

INFO SRTEPC

The Council brought out and circulated its monthly magazine, INFO SRTEPC regularly through the year. The monthly publication carried latest information and data on different markets. Overseas trade enquiries, trade opportunities, trade notifications, index of industrial production, market reports, exhibitions reports, and export review etc. The publication kept members abreast of latest developments in the international and domestic textiles scene. The Chairman of the Council in his regular message addressed the various issues faced by the exporter members and measures taken by the Council to resolve the same.

Press Releases

The Council issued press releases on important occasions and event, highlighting the developments in export trade, policy issues and export promotion activities of the Council. The press releases issued have received coverage in the newspapers and journals helped the export trade.

Articles

Various articles on Man-made fibre textiles industry, export trade, promotional activities of the Council, etc. were prepared and periodically sent for publication in various textile / trade magazines.

Members Directory

The Council in commemoration of its 60 years service to the Industry, presented the 1st edition of Members Directory with over 3400 entries covering the complete details of manufactures / exporters of MMF textiles and blended textiles items including Fibre, Yarn, Fabrics, Made-ups, Home textiles etc. Directory also includes information on members contact details, authorized representatives, products, export destinations etc. The publication serves as a useful reference book and sourcing guide for the industry, importers, buying Houses, and agents of textile products.

SRTEPC Diary

The Council printed SRTEPC Diaries for the year 2016. The Diary contained information about SRTEPC services, important addresses of Ministries, brief on Man-made fibre textile industry and useful textile terms.

Advertisements

Advertisements were released in select journals in India and abroad on the occasion of Exhibitions and Award function organized by the Council.



EXHIBITIONS / FAIRS



❖ INTEXPO Vietnam

The Council organized participation of 21 member-companies in Vietnam Saigon Fabric and Garment Industry Expo (SAIGON TEX) in Ho Chi Minh, Vietnam from April 9-12, 2015. The Exhibition was held in collaboration with the Vietnam Chamber of Commerce & Industry (VCCI) Exhibition Services Co. and CP Exhibition Co. Foreign Dignitaries, who cut the inauguration Ribbon at the "India Pavilion" for opening the Exhibition included Hon'ble Deputy Minister of Industry and Trade – Mr. Ho Thi Kim Thoa, Mr. Hoang Ve

Dung, Deputy General Director of INATEX, among others. From the Indian side, Ms. Smita Pant, Consul General of the Indian Consulate, Mr. Vinod Kumar Ladia, the Leader of the Indian Delegation, Mr. Prem Malik, Chairman, CITI, among others inaugurated the 'India Pavilion'.

The "India Pavilion", which accommodated the participation of Indian companies in Saigon Tex was visited by around 135 Buyers, which included the representatives of Garment manufacturing companies, Textile Traders & their Agents, and others connected with the Vietnamese Textile Industry & Trade.



EXHIBITIONS / FAIRS



❖ **INTEXPO EL Salvador & Honduras**

The Council organized the first ever exclusive Exhibitions of MMF Textiles with the participation of 10 member-companies in the Central American region at San Salvador in El-Salvador from 13 to 14th July, 2015 and at San Pedro Sula in Honduras from 16 to 17th July, 2015. Both the Exhibitions in El Salvador and Honduras were inaugurated by H.E. Mr. Subrata Bhattacharjee, Ambassador of India to Guatemala.

The Embassy of India took the lead in supporting the Council and accordingly, as part of the pre-fixed schedule of meetings, Embassy organized business meetings between the participating companies and 48 Buyers to negotiate business.

❖ **CAIRO FASHION & TEX, Egypt**

The Council in its efforts to promote export of textiles in the African countries, organized INTEXPO EGYPT, which was co-located in "Cairo Fashion &Tex" held from 1st to 4th October 2015 in Cairo, Egypt. This exclusive Combined participation of 33 Indian companies largely comprising the members of SRTEPC was organized under the MAI Scheme by the Council as the lead Council in association of the Embassy of India, and with the active support of the Cairo Chamber of Commerce.

In order to get focused attention of visiting buyers at the Cairo Fashion &Tex, the participating Indian companies were allocated booths at a demarcated area – called "India Pavilion". During the 4-day Cairo Fashion & Tex, around 300 business visitors visited the India Pavilion.

❖ **INTERTEXTILE SHANGHAI APPAREL FABRICS, China**

The Council organized participation of its member companies at the Autumn Edition of Intertextile Shanghai Apparel Fabrics, China popularly known as "Intertextile Shanghai" held in China from 13 – 15th October, 2015. Ten member – companies of the Council participated and displayed their latest range of Indian man-made fibre textiles, including fabrics like hand embroidered fabrics, knitted fabrics, shirting and suiting, denims, Laces, trimmings, etc. at Hall/ Pavilion W5.2 in the National Exhibition and Convention Center in Shanghai.

Around 200 genuine importers/buyers/agents visited our booths and enabled some of the participants even to book spot orders apart from establishing contacts, receive trade enquiries for future business prospects.

❖ **TEXWORLD ISTANBUL, Turkey**

The Council participated in TEXWORLD ISTANBUL, which was held from 3rd to 5th November 2015 in Istanbul, Turkey. This was the 3rd edition of Texworld Istanbul, in which the Council organized participation of eleven member companies, most of which were the new entrants in the Turkish market. In addition, there were a few other Indian firms from the silk, cotton and apparel sectors, which participated directly in the Exhibition. There was a large representation from major producing countries, such as China, Taiwan, South Korea, Vietnam, Malaysia, etc.

Eleven member-companies, most of which entered in the Turkish market for the first time participated in TEXWORLD ISTANBUL.

Response to Exhibition

The 3-day Exhibition received excellent response which was visited by a good number of potential buyers and their agents, including those from different overseas destinations like Pakistan, Lebanon, and Morocco. All the participants succeeded in developing good trade contacts with their Turkish counterparts during the Exhibition. According to the feedback received from the participating member companies, during the Exhibition business worth over Rs.13.02 crores was discussed by the participants, of which Rs2.23 crores amount of business orders was booked on the spot. The orders were mainly for Fashion fabrics including embroidered fabrics, polyester chiffon fabrics, polyester dyed fabrics, polyester scarves, fashion yarn, polyester viscose dyed yarn.

❖ **TEX-STYLES INDIA, New Delhi**

The Council organized participation of its member-companies in the 17th edition of "Tex-Styles India" with the support of the Ministry of Textiles, Govt. of India along with various Export Promotion Councils at Pragati Maidan in New Delhi from 22 to 24 February, 2016. Only one company (M/s.Saloni Impex) participated through SRTEPC. SRTEPC also had its booth in the above Fair.

❖ **7TH COLOMBO INTERNATIONAL YARN AND FABRIC SHOW (CIFS), Sri Lanka**

The Council organized a 13 member-companies participation in the "7th Colombo International Yarn & Fabric Show" (CIFS), which was held from March 10-12, 2016 at Sri Lanka Exhibition & Convention Centre (SLECC) in Colombo. The Exhibition aimed at showcasing textile products of different varieties to



EXHIBITIONS / FAIRS



service the requirements of the Sri Lankan Clothing Industry in particular, and the Apparel Industry in South Asian region in general.

Inauguration

The Exhibition was inaugurated by Shri. Rishad Bathiudeen, the Hon'ble Minister of Commerce of Sri Lanka in the presence of a large gathering of dignitaries, leading businessmen including Shri. M. P. Tuli Cooray – Secretary General of Joint Apparel Association Forum (JAAF).

Shri. Sri Narain Aggrawal, the Vice Chairman of the Council led the Indian Delegation to the Fair. During his 2-day stay at Colombo, Shri. Aggrawal besides, inaugurating on 10th March'16, interacted with Industry-heads including the Secretary General of JAAF and collected useful references of some leading Sri Lankan Buyers from them, which were disseminated among the SRTEPC participants during the Fair.

The 3-day Exhibition attracted a fairly good number of Buyers/Agents, Converters, Retailers in Sri Lanka, which enabled participants to establish trade contacts, besides receiving trade enquiries. The estimated amount of business under negotiation was to the tune of US\$ 266,000. The businesses orders are under negotiations were for products like Sarees, Blouses, Dress Materials, PV Yarns (Raw/ Dyed), and Cotton Yarn.

❖ INTExPO, Morocco

INTExPO MOROCCO, which was co-located at "Morocco Style Fashion & Tex", was organized by SRTEPC as part of its Export Promotion Programmes for the year 2015-16. The Exhibition was held at The Office Of Fairs and Expositions De Casablanca, Casablanca

from 31st March to 3rd April, 2016 in association with Embassy of India.

28 member-companies of the Council participated in the Event, (FIEO also directly organized participation of 14 Indian companies in this International Fair). Service of a professional Exhibition Agency (M/S Pyramids International), which was also the organizers of the Morocco Style Fashion & Tex, was deployed for arranging various requirements of the participation of SRTEPC member-companies.

Inauguration

Though Morocco Style Fashion & Tex 2016 was inaugurated at a Platform, which was located very closely to the India Pavilion by the Organizers of the Fair, participation of companies in the "India Pavilion" was also separately inaugurated. The Ribbon Cutting Ceremony of India Pavilion was done by H.E. Shri. Dinesh Patnaik, the Ambassador of India & Shri. Anil Rajvanshi, Chairman of the Council along with the presence of local dignitaries, Indian participants and media persons.

Response at the Exhibition: The 4-day Exhibition attracted a fairly good number of buyers/agents, converters, retailers in Morocco, which enabled the SRTEPC participants to establish good business contacts, besides receiving useful trade enquiries, and on-the-spot booking of orders for some participants. During the Exhibition an estimated amount of spot orders of Rs. 5.74 crores and amount of business, which was under negotiation, was valued at Rs.6.47 crores were also reported by the participants through their post exhibition by the participants through their feed-backs to the Council.



TRADE CENTRE



The Council has a Trade Centre at its Head Office in Mumbai which serves as a "One stop sourcing point" for busy and discerning overseas buyers. The Trade Centre holds on permanent display the latest range of trade samples of leading Indian exporters. The display of samples and the detailed information of leading exporters available at the Centre help the foreign buyers select right items and conducts business negotiations with suitable Indian suppliers.

Apart from servicing the overseas buyers, the Trade Centre extends professional service to its member

companies in planning their export activities and the overseas buyers in sourcing their requirements from India. Over a period of time the Trade Centre has succeeded in having an extensive database of importers in different countries and thus serves as a link between exporters and importers. The Centre also provides buyers information and their products to its member exporters to establish their business abroad. The Centre also keeps the exporting community updated with the latest international demand trends, inputs relating to emerging markets, etc.



TRADE CENTRE



The above services and much more provided by the SRTEPC Trade Centre helps exporters compete successfully in the fast changing international markets.

Overseas Visitors

The Trade Centre also organizes one-to-one Buyer Seller Meets between visiting buyers and appropriate Indian suppliers to enable them meet personally and negotiate business dealings under the guidance of the Council.

Trade Enquiries

The Council has effectively played the role as the vital link between Indian exporters and the overseas buyers. Buyers abroad and buying agents in India have been in constant touch with the Council for their requirement of Man-made textiles. During the year Council generated 72 nos. of local and 12 nos. of foreign trade enquiries from countries such as Colombia, UAE, Benin, Lebanon, Iran and Tunisia.



MARKETING DEVELOPMENT ASSISTANCE



Export Promotion is one of the prime areas in the developmental activities of the Government for the growth of national economy. In order to boost and diversify the export trade, the Government is providing Market Development Assistance (MDA) to exporters for undertaking export promotion activities. The Council as the designated body plays a crucial role for implementation of the MDA Scheme.

The Council provides assistance and advice to the exporters in the procedures as per the MDA Guidelines laid down by the Ministry of Commerce & Industry for availing the MDA facility by the exporters. The Applications and Claims of exporters received by the Council towards their participation in the Exhibitions/Fairs organized by the Council abroad were promptly processed, and efforts were made to obtain the funds required for disbursements from the Ministry. The activity-wise statements of approved MDA claims

duly endorsed by the Chartered Accountant in the prescribed formats were sent to the Ministry during the year.

Members were also informed about amendments and modifications introduced by the Ministry of Commerce and Industry in the Scheme through special circulars, Council's newsletter and website. As a result of the concerted efforts, MDA has become very popular among the members of the Council and an ever growing number of exporters are now availing this facility by participating in the Exhibitions/Fairs organized by the Council in the potential markets, which helped the members to increase Indian MMF textiles export from India.

The Council disbursed financial assistance under MDA scheme to 46 member-exporters during the period 2015-16 to the tune of Rs.58,70,000/-



RESEARCH



The Council provides up-to-date information to its member-exporters on various relevant and vital issues pertaining to Man-made fibre & blended textiles like exports, imports, potential markets/products, duty structure, trade policy, etc. through exhaustive Market Research. Taking into consideration the dynamic global market scenario, glowing economic uncertainties, the Council carried out/conducted certain research activities during 2015-16; some of which are given as follows:

Exclusive Data Compilation

The Council maintained rich statistical database comprising information on trade statistics of MMF textiles like exports, imports, production, share, etc. The basis of these databases was primarily the statistics received from Directorate General of Commercial Intelligence & Statistics (DGCI&S), Ministry of Textiles, Office of the Textile Commissioner and Ministry of Commerce. The Council compiled exhaustive



statistical data from various other sources also like Monthly/Quarterly Returns received from member-exporters, Customs data from major Ports, Reports from the Indian Missions abroad and International textile periodicals, Statistical Handbooks of various trade associations and websites of leading Textile News Portals etc. The Council also prepared and disseminated up-to-date information to its member exporters on various International Trade issues compiling information from UN COMTRADE data, WTO Trade data, Statistics from International Trade Centre (UNCTAD/WTO), etc.

The Council prepared periodic export reviews, market studies, product reports, etc., by using these statistical data. Reports were also compiled on Non Tariff Barriers, Trade Agreements, etc. The reports were sent to different officials in the Ministry of Textiles, Ministry of Commerce, Office of the Textile Commissioner, Export Commissioner, DGFT and members of the Council for information, monitoring, and strategic planning.

Market Research

It is one of the core activities of the Council since its inception. Since, markets across the globe have become increasingly uncertain and competitive; market research has become inevitable to do successful trade/business. The Council provided its member companies and also to the Ministry of Textiles and Commerce a systematic, purposive and analytical data about particular markets, products, etc. through exhaustive research activity. The Council conducted extensive desk research and collected certain data through primary research in order to keep its member companies most updated with the market dynamics and volatile industry situations all over the globe.

The most essential line of activity that the Market Research department of the Council did was:

❖ Market Trends

A thorough understanding of a market is vital to an export sector like the textiles. And it is more important when the global market scenario is uncertain and evolving. Also, understanding and estimating the market size is a difficult task if companies are starting with something completely new. In such cases, they have to derive the figures of the number of potential customers, customers' tastes, customer segments, etc. The Council worked on such issues and facilitated those information to the existing members as and when required.

Monitoring Export Performance

To identify key performance indicators (KPIs) for monitoring performance of Man-made fibre textiles exports by the Indian exporters, the Council scrutinized the main activities as follows, considering how best to measure them :

- Measures relating to export performance and business development;
- Countries, items, country specific policies, and other factors giving competition to the Indian products and hampering our exports;
- Views of the member-companies about the market, items, country specific policies, provision, etc. on exports and imports;
- Views of different Trade / Commerce agencies / bodies regarding relevant and contemporary issues,
- Establish target performance levels for all the chosen KPIs using as guides information gained from benchmarking exercises, past performance or experience, etc.

Export Statistics

Monthly export statistics on Man-made fibre and blended textiles were compiled from data received from various sources like Port data from TIPS, DGCI&S (Provisional and Final), etc. and analysis of these data on different objectives/issues were sent to the Government, member-exporters, and others concerned. The statistical data were regularly published in Council's monthly publication, hosted in its website for the benefit of its members. The data were also used in preparation of press releases, articles, and special proposals for submission to different authorities.

Country Report/Alert

Researching on various markets all over the globe was an integral part for the Council's Export Promotional Strategy. More than just compiling data and statistics; all data collected were analysed and transformed into relevant information/report that provided practical guidelines for member-exporters to enter and expand in various markets both new and emerging. Some of the important Market Reports were published in Council's monthly publication - INFO SRTEPC during 2015-16.



RESEARCH



Important Articles

During 2015-16, the Market Research Department of the Council also prepared and published articles on various significant issues some of which are given as follows:

- Sallient points on the sixth Trade Policy Review of India done by the WTO.
- Trans Pacific Partnership Agreement (TPP).
- Increasing share of Textiles in growing manufacturing activities helped GDP to raise.
- India and Belarus sign MOU to strengthen textile trade ties.
- India's position in all time high Global export of Man-made fibre textiles during 2014 – a brief analysis.
- Growing Regional and Bilateral Agreements of India for enhancing trade.
- Renewal of US GSP to benefit Indian Exports.
- MMF textiles imports by United States from India.
- Trans-Pacific Partnership (TPP): Analysis.
- The Annual Conference of State Textiles Ministers 2015.
- Sri Lanka – Export Opportunities.
- GST Report by Chief Economic Advisor, Dr. Arvind Subramanian.
- Global Yarn and Fabric output up in Q2/2015.
- Vibrant Indian Synthetic Fibre Industry takes the center stage in textiles value chain and exports.
- Role of SRTEPC in promoting Man-made fibre textile exports.
- Man-made fibres poised to grow and gain continued popularity.
- Fabulous range of Synthetic and Blended Textiles from India.

During the year 2015-16, the Council prepared various notes/comments in connection with bilateral/multilateral negotiations/meetings, FTAs, RCEP, etc. and the same were sent to the Ministry of Textiles, Ministry of Commerce, and office of the Textile Commissioner, etc. The selected few of the important notes/comments were related to the following:

- ❖ Council's inputs regarding problems being faced by MSME exporters of Ludhiana.

- ❖ Relating to issues of concern in the recently announced FTP 2015-20.
- ❖ In connection with competitiveness of Indian Textiles industry for augmenting Indian Textile Exports, the Council has sent suggestions to accelerate growth in exports of MMF textiles and apparel to make them more competitive in the global market.
- ❖ The Council had sent a proposal to the Ministry of textiles regarding list of the proposed countries with corresponding reward rates for inclusion under MEIS for approval and recommending the same to the MOC and Ministry of Revenue.
- ❖ Inputs on MMF textile which fall under the purview of the Council were sent for Second Round of Consultations with line Ministries/Departments/Stakeholders with reference to Rules of Origin (ROOs) in India's RCEP.
- ❖ Inputs pertaining to Non-tariff measures maintained by some of the Countries/regions, which are major markets for Indian MMF textiles like Argentina, Brazil, Bangladesh, China, Pakistan, etc.
- ❖ Inputs regarding Australia's request list especially of the MMF textile items for India-Australia FTA.
- ❖ In connection with the visit of Hon'ble Ministry of State to Ethiopia, Tunisia & Egypt, the Council has sent information on relevant points pertaining to India's exports of MMF textiles to Ethiopia, Tunisia and Egypt countries, market potential, import tariff and relevant issues and suggestion for greater textile cooperation for discussion.
- ❖ Inputs/comments regarding Draft Cabinet Note on National Chemical Policy.
- ❖ Inputs regarding Draft Cabinet Note on Labour Code on Wages Bill' 2015 and draft list on mapping of National Industrial Classification (NIC)2008 in terms of the sector specific FDI policy.
- ❖ Suggestions and inputs on MMF textile exports pertaining to EU regulation on common rules for imports of textile products from certain third countries.
- ❖ Important inputs pertaining MMF textile exports to formulate strategies for addressing the down turn in India's exports.
- ❖ In connection with the Third round of Consultations w.r.t. Rules of Origin under RCEP, the Council has sent



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India's Defensive list of MMF textile items suggested to be kept in sensitive list.

- ❖ In connection with Visit to Brazil for promotion of business under "International Cooperation" Scheme of Ministry of MSME, Government of India, the Council has sent relevant information pertaining to India's exports of MMF textiles to Brazil.
- ❖ In connection with VVIP visit from Turkey, the Council has sent information on relevant points pertaining to India's exports of MMF textiles to Turkey and relevant suggestion for greater textile cooperation for discussion.
- ❖ In response to the grievance on import of fabrics from China, information on relevant points pertaining to import of MMF textiles from China into India and proposed the suggestion of imposing of specific duties on urgent basis on all fabrics.
- ❖ Important inputs of the Council like MMF textile tariff on which India may make an initial offer, MMF textile tariff of China on which India would seek 50% tariff reduction and revised negative list of MMF textile items for RCEP.
- ❖ Submitted relevant points pertaining to India's exports of MMF textiles to Italy, and relevant suggestion for greater textile cooperation for discussion in connection with the visit of Indian Delegation to attend the international Textiles Manufacturers Association, Italy
- ❖ Sent inputs to the Ministry on the Strategies adopted by the Council to increase exports.
- ❖ Information sought through RTI on import of fabrics made out of man-made fibres into India under advance licence for last 3 financial years and main countries from where India is importing under advance licence.
- ❖ In connection with the review of various policies pertaining to SEZs and export oriented units (EOUs), the Council has sent inputs/suggestions relating to import of worn and used clothes.
- ❖ Sent comments on relevant points pertaining Technical Barriers to Trade (TBT Agreement), Proposal with respect to "Labelling of Textile, clothing, footwear and travel goods" for consideration before the WTO.
- ❖ Inputs relating to the visit of a textile delegation to Turkey to work out modalities for having PTA with

Turkey.

- ❖ In connection with the potential coverage of MMF textiles in the US GSP, the council had prepared and sent list of products falling under the purview of the Council to include in US GSP list for duty free entry in the US Market
- ❖ Relating to the interaction with Commodity Boards/Export Promotion Council/Trade Bodies meeting to discuss the export related issues, the council provided inputs on India's MMF exports to CIS countries, Market Potential of CIS countries, duty structure, problems faced by Indian exporters in CIS countries and suggestions for greater textile cooperation.
- ❖ Inputs sent for Amendment in the MDA guidelines to encourage exports to the African Region on the lines of "Focus Lac".
- ❖ Inputs sent for concessions to be offered to China and needed from China under RCEP Request List.
- ❖ Inputs and relevant information regarding India-EU FTA negotiations pertaining to Man-made fibre textiles exports alongwith issues faced by Indian MMF exports in EU
- ❖ Regarding anti-dumping duties imposed by Turkey on MMF textiles originating from India, the Council has sent the inputs regarding three different types of Anti-Dumping duties imposed by Turkey on import of MMF yarns originating from India.
- ❖ Inputs on WTO Trade Facilitation Agreement sent by the Council.
- ❖ Inputs pertaining to Non-Tariff Measures (NTMs) and suggestions to address issues on Sanitary and Phytosanitary Measures (SPS) in the Informal mechanism.
- ❖ In connection with the Record of Discussion (ROD) of the meeting held between Hon'ble CIM and Ambassador of Belarus to India on 18th Nov. 2015, the council has sent inputs regarding analysis of the potential of Belarus Market for Indian MMF textiles to the Ministry.
- ❖ Inputs pertaining to increased imports from China – increase of Basic Customs Duty on fabrics from 10% to 20%.
- ❖ Inputs for meeting on India-Ukraine Working Group on Trade and Economic Cooperation regarding



RESEARCH



exports of Indian MMF textiles to Ukraine.

- ❖ Views on the New National textile Policy 2016 and requested to look into for giving adequate focus to the MMF textiles industry.
- ❖ Inputs for meeting on India-Vietnam Joint Sub-Commission on Trade and related issues regarding exports of Indian MMF textiles to Vietnam
- ❖ Comments pertaining to review of India ASEAN Trade in Goods Agreement – Product Specific Rules (PSRs).
- ❖ In connection with stakeholders meeting on India-Peru Free Trade Agreement (FTA), the Council has sent points pertaining to India's exports of MMF textiles to Peru, market potential and relevant issues for greater textile cooperation for discussion

- ❖ Initial reaction of the Council on the impact of the provisions announced in the Union Budget 2016-17 especially pertaining to MMF textiles sector

- ❖ Inputs pertaining to Reduction in the Sensitive Lists under SAFTA (Phase- III) Request list of India for Afghanistan, Bangladesh, Pakistan, Sri Lanka and Nepal

- ❖ Inputs for meeting on India-EU JWG regarding exports of Indian MMF textiles to Ukraine.

Parliament Question

Replies to the Parliament Questions (Questions asked in Lok Sabha & Rajya Sabha) were prepared and forwarded to the Government for necessary action.

Certificate of Origin

The Council issued 319 nos. of Certificate of Origin for non-quota items to member-exporters during the year.



EXPORT AWARD CEREMONY



The Council held its annual Export Award Function on Saturday the 23rd January, 2016 in Hotel Westin, Mumbai. Shri Santosh Kumar Gangwar, Hon'ble Union Minister of State for Textiles (IC), who was the Chief Guest presented the awards to the exporters for their outstanding export performance for the year 2014-15.

Ms.Dr. Kavita Gupta, Textile Commissioner and Ms. Sunaina Tomar, Joint Secretary to Govt. of India, Ministry of Textiles, graced the Function with their presence as the guest of Honour and encouraged the award winners with inspiring words. The Function was honoured by the august presence of Dr. V.K Ladia, Convener Export Award function, Shri Rakesh Mehra, Shri G.K.Gupta, Shri Sanjeev Saran, former Chairmen of the Council and Shri Anil Rajvanshi, current Chairman of the Council & Shri Sri Narain Aggarwal, Vice Chairman of the Council. The Function was also attended by several stalwarts of the industry dignitaries, members of the Committee of Administration of the Council, representatives of the award winning companies, large number of member exporters of the Council, Government officials and media persons.

During the year 2014-15 the Council had selected 31 excellent performers for the Export Awards. The SRTEPC

Special Award for the Best Overall Export Performance (Gold Trophy) was won by Reliance Industries Limited, Grasim Industries Limited bagged the Silver Trophy for the Second best overall Export performance, while RSWM Ltd was awarded the Bronze Trophy for the Third Best Overall Export performance. M/s Wellknown Polyesters Ltd. won the Trophy for the Fourth Best Overall Export performance.

The other companies which received awards in various categories were Wearit Global Limited, Dicitex Furnishings Limited, Le Merite Exports (P) Ltd., Indian Acrylics Ltd., Sutlej Textiles Industries Ltd. Spentex Industries Ltd., D'décor Home Fabrics Pvt. Ltd., Banswara Syntex Ltd., Saam Textiles Pvt. Ltd., Pee Vee Textiles Limited, D'décor Exports Pvt. Ltd., Vijay Fabrics Pvt. Ltd., Shammi Fashions Pvt. Ltd., BSL Ltd. and Gulabdas & Co. A Certificate of Merit was presented to Handsome's (India)

The Hon,ble Union Minister of State for Textiles (IC), Shri Santosh Kumar Gangwar , while congratulating the Award winners for their outstanding achievement, said that Indian textiles is well accepted world over and now it has healthier preference over the China's textiles in the countries like LAC and Africa. He said that of late China is vacating textile space and Indian exporters



EXPORT AWARD CEREMONY



have to take this opportunity and give big push to the Indian textiles exports with increased percentage of growth. He assured that Ministry of Textiles is determined to give all help to the Industry and exporters to enhance their performance.

The Hon'ble Minister reiterated that his Ministry will do everything possible to streamline the export policies in coordination with other Ministries, extending full support to the exporters for increasing exports of textiles from India and scale new heights in the global market. He sought the Co-operation of all stakeholders of the textiles industry to achieve this goal.

Ms Dr. Kavita Gupta, Textiles Commissioner stressed that considering the share of India in the textiles sector decade ago, there is ample scope for Indian textiles to grow further from the present level of exports. She mentioned that the Ministry of Textiles has provided number of new schemes such as ATUFS, R&D provisions and made more funds available to bring upgraded technology, which exporters should avail on plug and play basis to improve productivity and product development of this sector. Ms. Sunaina Tomar, Joint Secretary Textiles said that Ministry is quite aware of the problems of the MMF Industry and has ensured all out efforts that will be made to address the various issues to help increase the exports of MMF sector.

Shri Anil Rajvanshi, Chairman of the Council in his

welcome speech congratulated the award winners for their excellent and tenacious efforts to boost exports of MMF textiles and wished that they continue their efforts in the coming years too and inspire the other exporters to achieve the excellence in their exports to earn similar honour.

The Chairman emphasized the need for Government's support to supplement exporter's efforts and expressed his gratitude for the continuous policy support extended by the Ministry of Textile with the unstinting leadership of the Minister. He further said that MMF textiles is the only segment in the textile industry that contributes to the national exchequer close to Rs. 7000 crores annually and thus expects generous support from the government when compared to the other segments. He mentioned that MMF textiles products are subjected to the highest Excise Duty whereas cotton enjoys zero duty. He stressed the need for all taxes whether centre or state to be neutralized.

Shri S.P.Oswal, Chairman and Managing Director of the Vardhaman Group was conferred the Life Time Achievement Award for his valuable contribution to the Man-made fibre textile industry. Shri Oswal has played a key role in working with the Textile Ministry to carry out reforms to make it internationally competitive. He was the Co-Chairman of the Working Group - I at the TEXSUMMIT 2007.



SYSTEM SERVICES



Keeping in view the computer revolution for dissemination of the first hand information on export data and market information required by the member exporters, it has been the endeavor of the Council to constantly computerize and update its activities. Various latest software has been developed for performing the mandate of the Council.

The Council also in its efforts to save paper and to keep in tandem with the technology savvy members regularly mailed its circulars and other notifications. Council's Monthly publication "INFO SRTEPC" was mailed to the members every month.

Council's website

The Council updated its website regularly to keep the members informed about the activities of the Council. Council also allows members to publish their advertisements on its website and enroll for Market Place on council website at a nominal charges.

E-MAIL

Council sends email regularly to members informing about government policies, circulars, textile news (market watch) & SRTEPC circulars on daily basis.



REGIONAL OFFICES



NEW DELHI

Regional office of the Council at New Delhi in coordination with the Head office plays a pivotal role in bridging the gap between Government and Industry. Regional Office constantly keeps the authorities informed on the developments in the export scenario and the various issues faced by the export community in their export endeavor and promotional programmes being undertaken by the Council for enhancing growth of MMF exports from India.

The Regional Office successfully carried out the certification work relating to the samples & exhibits to overseas exhibitions & events to the satisfaction of member exporters in Northern Region. Apart from this, 205 Certificate of Origin were issued to member exporters of the region during the year. Office also issued necessary Visa recommendation letters to the concerned Embassies & High Commissions located in New Delhi / Delhi for convenience of overseas business visits of member exporters. As a result of export oriented services provided by the Regional Office, during the year, 80 new members from Delhi were enrolled in the Council, besides registration of some members directly at the Head Office from other parts of Northern Region. The concerted efforts for securing membership fees were made and 155 members renewed their membership.

During the year Regional Office on behalf of the Council successfully participated in India's biggest textiles show "TEX-TRENDS INDIA" 2015" organized by Ministry of Textiles at Pragati Maidan, New Delhi. Further the office participated in another India's biggest textiles show "Vastra Exhibition 2015 at Jaipur, organized by Ministry of Textiles, lead by Rajasthan State Industrial Development and Investment Corporation Ltd. (RICCO) and Federation of Indian Chamber of Commerce and Industry (FICCI). The participation in these exhibitions helped to interact with and mobilise new membership for the Council.

The Regional Office attended to enquiries received from members regarding admissibility of incentives such as Duty Drawback, MDA & funds under MAI schemes and guided the member exporters in their day-to-day operational problems with different government authorities.

In coordination with the regional office the Chairman, Vice Chairman and officials from the Council attended various periodic meetings at the Ministries of Textiles, Commerce and Industry, Finance and Department of Revenue, CBEC, Drawback, DGFT, AEPC etc. and put forth Council's suggestions in various issues pertaining to the trade.

SURAT

Surat, is a well-known city of state of Gujarat, also known as the textile city of Gujarat. The textile industry is one of the oldest and the most widespread industries in Surat. A major part of the city's population is associated with the textile industry. The textile industry in Surat is engaged in the activities of yarn production, weaving, processing as well as embroidery and is well known for its synthetic products in the market, mainly synthetic fabrics, yarn, made-up items as well as narrow fabrics. The city has number of textile markets.

The main market for Surat textile products are India and other countries of Asia, Middle East, Africa, America, Europe, European Union, Oceania as well as to West Indies. Around 90% of polyester used in India comes from Surat. The Middle East is the major export market followed by Asian countries for Surat textile products. Surat textile items are exported to more than 80 different countries.

The Surat textile industry has grown considerably over the time. The Council registered 5182 members during 2015-16 and of these around 3319 were from Gujarat including 3189 members from Surat. One of the main reasons behind the growth of Surat textile industry is the city's ability to adapt to changes and the latest trends.



REGIONAL OFFICES



The city is quick to respond to any changes in the preferences of people. The industrialists here have strong entrepreneurial skills.

The Council regularly remains in contact with various textiles related organizations and associations and also keeps them informed about council's various activities vis-à-vis benefits of the membership. The Council further addresses queries of the members and coordinates for their participation in Council's various export promotion activities. During the year, a FTA outreach programme was organized at Surat to increase awareness about how to use FTA/PTA provision to make export-import cost effective and competitive.

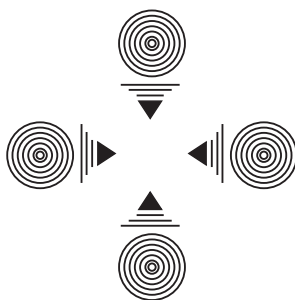
Surat Regional Office issues necessary Visa

recommendation letters to the concerned Embassies & High Commissions for facilitating members of overseas business visits for Export promotion abroad.

317 Certificates of Origin were issued from the region during the year 2015-16.

Reverse Buyer Seller Meet "Source India"

The Council proposes to organise a Reverse Buyer Seller Meet "Source India" programme under the MAI Scheme in Surat during August 2016. The modalities in this regard are being worked out in the various meetings, including Road Shows to be held in Surat.



EXPORT AWARD FUNCTION



Shri Santosh Kumar Gangwar, Hon'ble Union Minister of State for Textiles (IC) delivering the keynote address at the Export Award Function. Also seen on the dais from l to r Dr. V. K. Ladia, Convenor, Export Award Committee and Former Chairman of the Council; Ms. Dr. Kavita Gupta, Textile Commissioner; Shri Anil Rajvanshi, Chairman of the Council; Ms. Sunaina Tomar, Joint Secretary to the Government of India (MOT); Shri Sri Narain Aggarwal, Vice Chairman of the Council.



Shri Hemant Sharma, COO Polyester, Reliance Industries Ltd. receiving the Best Overall Export Performance Award for the year 2014-15 from the Hon'ble Union Minister of State for Textiles (IC), Shri Santosh Kumar Gangwar.



Shri Sanjay Verma, President (Sales), Grasim Industries Ltd. receiving the Second Best Overall Export Performance Award for the year 2014-15 from the Hon'ble Union Minister of State for Textiles (IC), Shri Santosh Kumar Gangwar.



Shri M. L. Jhunjhunwala, President, RSWM Limited receiving the Third Best Overall Export Performance Award for the year 2014-15 from the Hon'ble Union Minister of State for Textiles (IC), Shri Santosh Kumar Gangwar.



Shri Anil Gupta, Chairman, Managing Director, Wellknown Polyesters Ltd. receiving the Fourth Best Overall Export Performance Award for the year 2014-15 from the Hon'ble Union Minister of State for Textiles (IC), Shri Santosh Kumar Gangwar.



Shri Santosh Kumar Gangwar, Hon'ble Union Minister of State for Textiles (IC) being welcomed with a bouquet of flowers to the Export Award Function by the Chairman of the Council, Shri Anil Rajvanshi.



On behalf of Shri S. P. Oswal, CMD, Vardhman Group, Ms. Sucheta Oswal, receiving the Lifetime Achievement Award from the Hon'ble Union Minister of State for Textiles (IC), Shri Santosh Kumar Gangwar.



Shri Santosh Kumar Gangwar, Hon'ble Union Minister of State for Textiles (IC), is presented with a memento by Shri Anil Rajvanshi, Chairman, SRTEPC



Scenes from the Entertainment Programme

EXHIBITIONS / FAIRS

INTEXPO VIETNAM being jointly inaugurated by Mr. Ho Thi Kim Thoa, Hon'ble Deputy Minister of Industry & Trade; Mr. Hoang Ve Dung, Deputy General Director of VINATEX; Smt. Smita Pant, Consul General of India, Vietnam and Dr. Vinod K. Ladia the leader of Indian Delegation.



H. E. Mr. Subrata Bhattacharjee, Ambassador of India to Guatemala inaugurating the INTEXPO in San Salvador, El Salvador.

H. E. Mr. Subrata Bhattacharjee, Ambassador of India to Guatemala inaugurating the INTEXPO in San Pedro Sula, Honduras



EXHIBITIONS / FAIRS



H. E. Mr. Sanjay Bhattacharyya, Ambassador of India to Egypt (centre) along with Mr. Mohamed Sherif Hashem, CMD of the organizing company of Cairo Fashion & Text (left) and Mr. V. Anil Kumar, Executive Director (right) at the Inauguration of the India Pavilion at the Cairo Fashion & Text, Cairo, Egypt.

Hon'ble Minister of Economic Development, Sri Lanka, Mr. Rishad Bathiudeen (centre) inaugurating 7th Colombo International Yarn & Fabric Show (CIFS). Also seen in the picture are Mr. Tuli Cooray, Secretary General of JAAF, Mr. Sri Narain Aggarwal, Vice Chairman of SRTEPC, India; Mr. S. S. Sarwar, Group CEO of CEMS-Global USA & Asia Pacific and MR. Ejaz Sarwar, Country Director of CEMS Lanka.



H. E. Shri Dinesh K. Patnaik, Ambassador of India, Morocco along with Shri Anil Rajvanshi, Chairman, SRTEPC inaugurating the India Pavilion in the Morocco Style Fashion & Text 2016 Fair

AGM / SEMINAR / INTERACTIONS

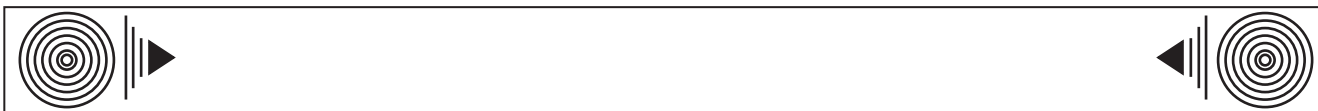
Shri Anil Rajvanshi, Chairman, The Synthetic & Rayon Textiles Export Promotion Council (SRTEPC) addressing the 61st Annual General Meeting of the Council on 30th September 2015 in Mumbai. Also seen in picture from l to r Shri Sri Narain Aggarwal, Vice Chairman; Dr. Vinod Kumar Ladia, former Chairman and Shri R. L. Toshniwal, former Chairman.



A view of the Seminar in progress. Seen from left to right are Shri R. K. Agarwal, IAS (Retd.), Hony. Advisor, Poornima Group of Colleges; Dr. (Prof.) Kanta Ahuja, Former Vice Chancellor, University of Rajasthan, Jaipur; Shri Anil Rajvanshi, Chairman of the Council; Shri Yaduvendra Mathur, IAS, CMD, Exim Bank; Dr. Vinod K. Ladia, CMD, SRSL Group (former Chairman, SRTEPC & CITI) and other speakers at the Seminar.

The High Level Drawback Committee Meeting in progress





**AUDITED BALANCE SHEET
AND
INCOME & EXPENDITURE ACCOUNT
2015 - 2016**



DIRECTORS' REPORT



Dear Members,

Your Directors are pleased to present the Sixty Second Annual Report of the The Synthetic & Rayon Textiles Export Promotion Council together with the audited financial statements for the financial year ended March 31, 2016.

Financial Summary, Performance/highlights and State of the Company's Affair:

Your Committee of Administration is pleased to submit herewith the Audited Balance Sheet as on 31st March, 2016, Profit & Loss Account & Cash Flow Statement for the year ended 31st March, 2016.

The Statement of Profit & Loss Account for the year after providing for all known and anticipated charges discloses an excess Income of ₹ 3,19,01,782.04 over Expenses during the year. Last years Surplus is ₹15,17,83,518.15 and after adding Profit for the current year leaves a balance of ₹ 18,36,85,300.19.

An amount of ₹ 2,30,15,596.76 shown as Non-Current & Current Liabilities in the Balance Sheet includes [Trade Payable (outstanding bills) etc. ₹ 4,82,883.60, Employee Related Liabilities ₹ 1,76,305/-, Liability for Staff Superannuation Scheme ₹ 64,14,513/-, Liability for Leave Encashment ₹ 43,47,239/-, Liability for Staff Gratuity Scheme ₹ 71,354/- Grant-in-Aid payable towards Re-imbursement to Individual Exporters ₹ 57,70,632/-, Un-spent Grant-in-Aid from Government of India (MDA) ₹ 2,48,000/-, Liability for Statutory dues ₹ 26,304/-, Advance Membership Fees ₹ 19,900/-, Anti-Dumping Investigation Expenses-Turkey (Net Balance) ₹ 8,89,548.75 & Other Current Liabilities ₹ 45,68,917.41].

Material changes and commitments affecting the financial position of the Company

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.

Capital

The Company is incorporated as "Company Limited by Guarantee" and registered under Section 25 of the Companies Act, 1956. Therefore the information as per provisions of Section 43(a) (ii), Section 54 (1) (d), Section 62 (1) (b) of the Companies Act, 2013 are not applicable to the Company

Members

Following members have been added during the year :	2740
Following members have ceased to be the members of the Council :	1611
At present the total number of members stands at :	5182

Directors

In terms of Article 9.1 (b) of the Articles of Association, the following members of the Committee of Administration Shri Ambuj Kasliwal (Manufacturer), Shri S.K. Khandelwa (Status Holder), Shri Ronak Rughani (Status Holder), Shri Anil Kumar Gupta (Status Holder), Shri Aziz Valiulla (Merchant Exporter), Shri Sailesh Goenka (Status Holder), Shri Dinesh Kumar Modi (Merchant Exporter), Shri Shaleen Toshniwal (Merchant Exporter) will retire at the ensuing Annual General Meeting. As per the amended Articles of Association no. 27.7(c) of the Council, a retiring member shall be eligible for re-election subject to fulfilling criteria as given in Article 4 for a maximum continuous period of 3 terms of 3 years each including immediate past periods provided he/she continues to be an authorized representative of a member of the Council and he/she is not disqualified from seeking re-election whether under the Act or these articles and as per Articles 27.7 (d), A Member who has served on the committee for a maximum continuous period of 3 terms of three years each cannot offer himself for re-election for a period of three years, after which he may seek re-election.



DIRECTORS' REPORT



Number of Meetings of the Board

The Board of Directors duly met 5 times respectively on 8.5.2015, 20.7.2015, 18.8.2015, 16.11.2015 and 14.3.2016 in respect of which meetings proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

Particulars of Remuneration

No Managerial Remuneration has been paid to the Directors.

Further none of the employees of the company were in receipt of remuneration exceeding the limits prescribed under Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Particulars of contracts or arrangement with related parties

During the year under review, the Company has not entered into any contract or arrangement with related parties pursuant to Section 188 of the Act. Form No. AOC-2 pursuant to Section 134(3) (h) of the Act read with Rule 8 (2) of the Companies (Accounts) Rules, 2014 is given in Annexure I and the same forms part of this report.

Particulars of loans, guarantees or investments

The Council has not made investments or given loans or guarantees covered under section 186 of the Companies Act 2013.

Auditors

Messrs. N P Jhaveri & Associates, Chartered Accountants, who are the statutory auditors of the Company, hold office till the conclusion of the forthcoming Annual General Meeting (AGM) and are eligible for re-appointment. Pursuant to the provisions of Section 139 of the Companies Act, 2013 and the Rules framed thereunder, it is proposed to appoint M/s. N P Jhaveri & Associates, as statutory auditors of the Company from the conclusion of the forthcoming AGM till the conclusion of the next AGM to be held in the year 2017.

The Auditors have forwarded their certificate under Rule 3 of Companies (Audit & Auditors) Rules, 2014 to the Company stating that their re-appointment, if made, will be in accordance with the provisions of the Companies Act, 2013 and Rules framed thereunder. The Board recommends to the members for re-appointment of the auditors and request fixing up of their remuneration.

There are no qualifications, reservations or adverse remarks or disclaimers made by M/s. N P Jhaveri & Associates, Statutory Auditors, in their report.

Directors' Responsibility Statement

Pursuant to Section 134(5) of the Companies Act, 2013, your directors state that:

- i. in the preparation of the annual accounts, the applicable accounting standards have been followed and there has been no material departures from the same;
- ii. the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2016 and of the profit of the Company for the year ended on that date;
- iii. the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. the Directors have prepared the annual accounts on a 'going concern' basis; and
- v. the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.



DIRECTORS' REPORT



Conservation of Energy, Technology Absorption and Foreign Exchange Earning and Outgo :

(A) Conservation of Energy and Technology Absorption

Since the Company does not own any manufacturing facility, the particulars relating to conservation of energy and technology absorption stipulated in the Companies (Accounts) Rules, 2014 are not applicable.

(B) Research and Development

The Company at present has no Research and Development Facilities.

(C) Foreign Exchange Earnings and Outgo :

- | | | |
|------------------------------|---|-----------------|
| 1. Foreign Exchange Earnings | – | ₹.Nil |
| 2. Foreign Exchange Outgo | – | ₹.2,75,68,601/- |

Deposits

The Company has not accepted any public deposits and as such, no amount on account of principal or interest on public deposits was outstanding as on the date of the balance sheet.

Corporate Social Responsibility

The provisions relating to Corporate Social Responsibility are not applicable to our Company.

Subsidiary, Associate And Joint Venture Companies

As on March 31, 2016, the Company has no subsidiary. There are no associate companies within the meaning of Section 2(6) of the Companies Act, 2013.

Risk Management Policy and Internal Adequacy

The management of the Company through its board meetings reviews, identifies, and mitigate various risks which may have negative consequences on the Company's business.

The Company's internal control systems are commensurate with the nature of its business and the size and complexity of its operations.

Material Orders passed by the Regulators, Courts or Tribunals

There have been no significant or material orders passed by any regulators or courts or tribunals impacting the going concern status and company's operations in future.

Extract of the Annual Return

The extract of annual return as provided under Section 92(3) of the Act in Form MGT-9 is given in Annexure II and forms part of this report.

Acknowledgments

Your Committee wish to gratefully acknowledge the assistance, support and guidance received from all the concerned Officials of Ministries of Textiles and Commerce & Industry. Your Committee also wishes to place on record their appreciation for the efforts of the representatives of the Member Companies for their contribution in managing the affairs of the Council.

For and on behalf of the Board of Directors

Chairman

Place : Mumbai

Date : 18th June, 2016



FORM NO. AOC-2



ANNEXURE I

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis

(a) **Name(s) of the related party and nature of relationship :**

None during the year under review

(b) **Nature of contracts/ arrangements / transactions**

None during the year under review

(c) **Duration of the contracts / arrangements / transactions**

Not applicable

(d) **Salient terms of the contracts or arrangements or transactions including the value, if any**

Not applicable

(e) **Justification for entering into such contracts or arrangements or transactions**

Not applicable

(f) **date (s) of approval by the Board**

Not applicable

(g) **Amount paid as advances, if any**

Not applicable

(h) **Date on which the special resolution was passed in general meeting as required under first proviso to Section 188**

Not applicable

2. Details of material contracts or arrangements or transactions at arm's length basis

(a) **Name(s) of the related party and nature of relationship :**

None during the year under review

(b) **Nature of contracts/ arrangements / transactions**

None during the year under review

(c) **Duration of the contracts / arrangements / transactions**

Not applicable

(d) **Salient terms of the contracts or arrangements or transactions including the value, if any :**

Not applicable

(e) **Date (s) of approval by the Board, if any :**

Not applicable

(f) **Amount paid as advances, if any**

Not applicable



EXTRACT OF ANNUAL RETURN



ANNEXURE II

Form No. MGT-9
EXTRACT OF ANNUAL RETURN
as on financial year ended on 31st March 2016

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN : U99100MH1954NPL009434
- ii) Registration Date : 13th December, 1954
- iii) Name of the Company : The Synthetic And Rayon Textiles
Export Promotion Council
- iv) Category / Sub-Category of the Company : Company Limited by Guarantee
Company licensed under Section 8
- v) Address of the Registered office and
contact details : Resham Bhavan, 78, Veer Nariman Road,
Churchgate – 400 020
- vi) Whether listed company : No
- vii) Name, Address and Contact
details of Registrar and Transfer Agent, if any : Not Applicable

II PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10 % or more of the total turnover of the company shall be stated : -

Sl. No.	Name and Description of main products / services	NIC code of the Product / Service	% to total turnover of the company
1	MembershipSubscription	-	51.69
2	Contributiontowards Participation for BSMs& Trade Fairs	-	43.94
3			



EXTRACT OF ANNUAL RETURN



III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and Address of the Company	CIN / GLN	Holding / Subsidiary / Associate	Applicable Section
N.A.	N.A.	N.A.	N.A.	N.A.

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual / HUF									
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp.									
e) Banks / FI									
f) Any Other _____									
Sub-total (A) (1) :									
(2) Foreign									
a) NRIs - Individual									
b) Other - Individual									
c) Bodies Corp.									
d) Banks / FI									
e) Any Other _____									
Sub-total (A) (2) :									
Total shareholding of Promoter (A) =									
(A) (1) + (A) (2)									



EXTRACT OF ANNUAL RETURN



B. Public Shareholding									
(1) Institutions									
a) Mutual Funds									
b) Banks/FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
Sub-total (B) (1) :									
(2) Non-Institutions									
a) Bodies Corp.									
i) Indian									
ii) Overseas									
b) Individual									
i) shareholders holding nominal share capital upto Rs.1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs.1 lakh									
c) Others (specify)									
Sub-total (B) (2) :									
Total Public shareholding (B) = (B) (1) + (B) (2)									
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)									



EXTRACT OF ANNUAL RETURN



(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the Year			% change in share holding during the year
		No. of Shares	% of total Shares of the Company	% of Shares pledged/ encumbered to total shares	No. of Shares	% of total Shares of the Company	% of Shares Pledged / encumbered to total shares	
1	Fixed Income Money Market & Derivatives Association of India							
2	Foreign Exchange Dealers' Association of India				- NA -			
3	Indian Banks' Association							
	Total							

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

Sl. No.		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	At the beginning of the year				
	Date wise Increase/ Decrease in Promoters Share holding during the year specifying the reasons for increase/decrease (e.g. allotment/transfer/bonus/ sweat equity etc) :			- NA -	
	At the End of the year				



EXTRACT OF ANNUAL RETURN



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

Sl. No.	For each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	At the beginning of the year				
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)			-NA-	
	At the End of the year (or on the date of separation, if separated during the year)				

(v) Shareholding of Directors and Key Managerial Personnel ::

Sl. No.	For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	At the beginning of the year				
	Date wise Increase / Decrease in Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)			-NA-	
	At the End of the year				



EXTRACT OF ANNUAL RETURN



V. INDEBTEDNESS

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

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i + ii + iii)				
Change in Indebtedness during the financial year				
• Addition				
• Reduction				
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i + ii + iii)				

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. No.	Particulars of Remuneration	Name of MD/ WTD/ Manager				Total Amount
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961					
2	Stock Option					
3	Sweat Equity					
4	Commission - as % of profit - others, specify					
5	Others, please specify					
	Total (A)					
	Ceiling as per the Act					



EXTRACT OF ANNUAL RETURN



B. Remuneration to other Directors :

Sl. No.	Particulars of Remuneration	Name of Directors				Total Amount
	3. Independent Directors					
	• Fee for attending board committee meetings					
	• Commission					
	• Others, please specify					
	Total (1)					
	4. Other Non-Executive Directors					
	• Fee for attending board committee meetings					
	• Commission					
	• Others, please specify					
	Total (2)					
	Total (B) = (1 + 2)					
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

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

Sl. No.	Particulars of Remuneration	Key Managerial Personnel			
		CEO	Company Secretary	CFO	Total
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961				
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961				
	(c) Profits in lieu of salary under section 17(3) Income tax Act, 1961				
2	Stock Option				
3	Sweat Equity				
4	Commission				
	- as % of profit				
	- others, specify				
5	Others, please specify				
	Total				



EXTRACT OF ANNUAL RETURN



VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD /NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty					
Punishment					
Compounding					
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty					
Punishment					
Compounding					



INDEPENDENT AUDITOR'S REPORT



To the Members of THESYNTHETIC AND RAYON TEXTILES EXPORT PROMOTION COUNCIL

1. Report on the Financial Statements

I have audited the accompanying financial statements of SYNTHETIC AND RAYON TEXTILES EXPORT PROMOTION COUNCIL("the Company"), which comprise the Balance Sheet as at 31st March 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

2. Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies(Accounts) Rules, 2014.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

3. Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I have taken into account the provisions of the Act and the Rules made thereunder including the accounting and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

I conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements 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 a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's directors, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

4. Opinion

In my opinion and to the best of our information and according to the explanations given to me, the aforesaid



INDEPENDENT AUDITOR'S REPORT



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 case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2016
- (b) In case of the Statement of Profit and loss, of the profit for the year ended on that date
- (c) In case of the Cash Flow Statement, of the cash flows for the year ended on that date

5. Report on Other Legal and Regulatory Requirements

- 1) The Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of subsection(11) of section 143 of the Act, is not applicable to the Company in view of paragraph 1(2)(iii) of the Order providing exemption to Section 8 Companies.
- 2) As required by section 143(3) of the Companies Act 2013, we report that:
 - (a) I have sought and obtained all the information and explanations which to the best of our belief were necessary for the purposes of our audit.
 - (b) in my opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - (d) In my opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of written representations received from the directors as on 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 Section 164(2) of the Act.
 - (f) With respect to the adequacy of internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A
 - (g) with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of our information and according to the explanations given to me :
 - (i) The Company has disclosed impact, if any, of pending litigations as at 31st March, 2016 on its financial position in its financial statements. Refer Note no 16 of notes to the financial statements.
 - (ii) The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses as at 31st March, 2016.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection fund by the Company during the year ended 31st March, 2016.

For N P JHAVERI AND ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 104237W

NITIN P JHAVERI
PROPRIETOR
MEM. NO. 033851

MUMBAI: 18th June, 2016



INDEPENDENT AUDITOR'S REPORT



ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

Referred to in paragraph 5.2(f) of the Independent Auditor's Report of even date to the members of The Synthetic and Rayon Textiles Export Promotion Council

Report on the Internal Financial Controls under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013.

1. I have audited the internal financial controls over financial reporting of The Synthetic and Rayon Textiles Export Promotion Council as at 31st March, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control on 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 (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 timely preparation of reliable financial information, as required by the Act.

Auditor's Responsibility

3. My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I conducted my audit in accordance with the Standards on Auditing prescribed under Section 143(10) of the Act and the Guidance Note, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that I comply with the 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.
4. My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. My 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 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.
5. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis of our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of the financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal control over financial reporting includes those policies and procedures that (1) pertain to maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of



INDEPENDENT AUDITOR'S REPORT



the company; (2) provide reasonable assurance those 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

7. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, 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 controls over reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In my opinion, to the best of my information and according to the explanations given to me, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such financial controls over financial reporting were operating effectively as at 31st March, 2016 based on the internal control 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 N P JHAVERI AND ASSOCIATES
CHARTERED ACCOUNTANTS
FRN 104237W

NITIN P JHAVERI
PROPRIETOR
MEM. NO. 033851

MUMBAI: 18th June, 2016



BALANCE SHEET



BALANCE SHEET AS AT 31ST MARCH, 2016

	Note No	As at 31st March, 2016 ₹	As at 31st March, 2015 ₹
LIABILITIES :			
CAPITAL FUND :			
Reserves and Surplus	1	20,13,68,050.19	16,67,26,268.15
NON-CURRENT LIABILITIES :			
Long-Term Provisions	2	42,85,256.00	38,24,341.00
CURRENT LIABILITIES :			
Trade Payables	3	4,82,883.60	3,39,101.36
Other Current Liabilities	4	1,16,99,607.16	1,98,38,981.41
Short Term Provisions	5	65,47,850.00	1,18,89,645.00
		1,87,30,340.76	3,20,67,727.77
TOTAL :		22,43,83,646.95	20,26,18,336.92
ASSETS :			
NON-CURRENT ASSETS :			
Tangible Fixed Assets	6	51,95,345.53	54,38,550.53
Tangible Work-in-Progress		2,09,38,359.00	2,09,38,359.00
		2,61,33,704.53	2,63,76,909.53
Long Term Loans and Advances	7	1,23,49,168.00	1,04,43,207.00
CURRENT ASSETS :			
Cash and Bank Balances	8	18,46,95,136.57	16,01,69,076.36
Short Term Loans and Advances	9	15,679.50	11,330.50
Other Current Assets	10	11,89,958.35	56,17,813.53
		18,59,00,774.42	16,57,98,220.39
TOTAL :		22,43,83,646.95	20,26,18,336.92

Notes to the Financial Statements and
Significant Accounting Policies

1 To 29

In terms of our report attached.

For and on behalf of the Committee of Administration

For N.P. JHAVERI & ASSOCIATES
Chartered Accountants
(Firm Registration No.104237W)

ANIL KUMAR RAJBANSHI
Chairman

SRI NARAIN AGGARWAL
Vice-Chairman

(N.P. JHAVERI)
Proprietor

VINOD KUMAR LADIA
Former Chairman

V. ANIL KUMAR
Executive Director Cum Secretary

Place : Mumbai
Date : 18th June, 2016

Place : Mumbai
Date : 18th June, 2016



PROFIT AND LOSS A/c



STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

	Note No	Year ended 31st March, 2016 ₹	Year ended 31st March, 2015 ₹
REVENUE :			
Revenue from Operations	11	6,19,95,542.00	4,66,83,478.00
Other Income	12	1,82,43,774.60	1,61,21,938.56
TOTAL REVENUE		8,02,39,316.60	6,28,05,416.56
EXPENSES :			
Employee Benefits Expense	13	2,44,32,795.96	2,92,93,661.80
Finance Charges	14	-	1,884,068.00
Depreciation and Amortisation Expense	6	9,22,991.00	9,34,796.98
[Refer Note 27]			
Other Expenses	15	2,29,81,747.60	2,12,37,178.98
TOTAL EXPENSES		4,83,37,534.56	5,33,49,705.76
PROFIT / (LOSS) FOR THE YEAR		3,19,01,782.04	94,55,710.80

Notes to the Financial Statements and
Significant Accounting Policies

1 To 29

In terms of our report attached.

For and on behalf of the Committee of Administration

For N.P. JHAVERI & ASSOCIATES
Chartered Accountants
(Firm Registration No.104237W)

ANIL KUMAR RAJBANSHI
Chairman

SRI NARAIN AGGARWAL
Vice-Chairman

(N.P. JHAVERI)
Proprietor

VINOD KUMAR LADIA
Former Chairman

V. ANIL KUMAR
Executive Director Cum Secretary

Place : Mumbai
Date : 18th June, 2016

Place : Mumbai
Date : 18th June, 2016



CASH FLOW



CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

	Year ended 31st March, 2016 ₹	Year ended 31st March, 2015 ₹
A Cash Flow from Operating Activities		
Profit Before Tax	3,19,01,782.04	94,55,710.80
Add / (Deduct)		
Depreciation & Amortisation Expenses	9,22,991.00	9,34,796.98
Interest Income	(1,56,61,709.79)	(1,42,28,724.47)
(Profit) / Loss on Sale of Fixed Assets	-	(77,151.72)
Finance Costs	-	18,84,068.00
Operating Profit before Working Capital Changes	1,71,63,063.25	(20,31,300.41)
Add / (Deduct)		
Increase / (Decrease) in Trade and Other Payables	(1,17,97,472.01)	1,36,00,342.84
(Increase) / Decrease in Trade and Other Receivables	45,14,953.87	(46,24,103.03)
Cash generated from Operations	98,80,545.11	69,44,939.40
Direct Taxes paid (net of refunds)	(19,05,961.00)	(18,42,494.00)
Net Cash from Operating Activities	79,74,584.11	51,02,445.40
B Cash Flow from Investing Activities		
Additions to Tangible Fixed Assets	(6,79,786.00)	(16,92,731.72)
Fixed Deposit Investment (Net)	(2,50,01,089.68)	(1,54,34,315.12)
(Original maturity of more than 3 Months)		
Sale of Tangible Fixed Assets	-	2,37,000.00
Interest Received	1,55,70,262.10	1,44,83,251.47
Net Cash from / (used in) Investing Activities	(1,01,10,613.58)	(24,06,795.37)
C Cash Flow from Financing Activities		
Entrance Fees Received	27,40,000.00	15,49,000.00
(Unspent Grant-in-Aid from Government of India refunded) / Unspent Grant-in-Aid received from		
Government of India (Net)	(10,79,000.00)	(46,84,561.00)
Net Cash from / (used in) Financing Activities	16,61,000.00	(31,35,561.00)
Net Cash Flows during the year (A + B + C)	(4,75,029.47)	(4,39,910.97)
Cash & Cash Equivalents (Opening Balance)	12,56,035.11	16,95,946.08
Cash & Cash Equivalents (Closing Balance)	7,81,005.64	12,56,035.11
Net (Decrease) / Increase in Cash & Cash Equivalents	(4,75,029.47)	(4,39,910.97)

In terms of our report attached.

For N.P. JHAVERI & ASSOCIATES

Chartered Accountants

(Firm Registration No.104237W)

For and on behalf of the Committee of Administration

ANIL KUMAR RAJBANSHI
Chairman

SRI NARAIN AGGARWAL
Vice-Chairman

(N.P. JHAVERI)
Proprietor

Place : Mumbai

Date : 18th June, 2016

VINOD KUMAR LADIA
Former Chairman

Place : Mumbai

Date : 18th June, 2016

V. ANIL KUMAR
Executive Director Cum Secretary



NOTES



NOTES TO THE FINANCIAL STATEMENTS

	As at 31st March, 2016 ₹	As at 31st March, 2015 ₹
Note 1 - Reserves and Surplus		
Entrance Fees :		
Balance as at the beginning of the year	1,49,42,750.00	1,33,93,750.00
Add : Received during the year	27,40,000.00	15,49,000.00
Balance as at the end of the year	<u>1,76,82,750.00</u>	<u>1,49,42,750.00</u>
Surplus :		
Balance as at the beginning of the year	15,17,83,518.15	14,28,49,159.23
Add : Profit for the year	3,19,01,782.04	94,55,710.80
Less : Additional Depreciation pursuant to enactment of Schedule II of the Companies Act, 2013 [Refer Note 26]	-	5,21,351.88
Balance as at the end of the year	<u>18,36,85,300.19</u>	<u>15,17,83,518.15</u>
TOTAL -	<u>20,13,68,050.19</u>	<u>16,67,26,268.15</u>
Note 2 - Long-Term Provisions :		
Provision for Leave Encashment	42,85,256.00	38,24,341.00
	<u>42,85,256.00</u>	<u>38,24,341.00</u>
Note 3 - Trade Payables :		
Due to Micro and Small Enterprises	-	-
Due to Creditors other than Micro and Small Enterprises	4,82,883.60	3,39,101.36
TOTAL -	<u>4,82,883.60</u>	<u>3,39,101.36</u>



NOTES



NOTES TO THE FINANCIAL STATEMENTS

	As at 31st March, 2016 ₹	As at 31st March, 2015 ₹
Note 4 - Other Current Liabilities :		
Other Payables :		
Liability for Statutory Dues	26,304.00	1,695.00
Government Grant-in-Aid received for Re-imbursement to Individual Exporters Carried Forward - [Refer Note 22 (iii)]	57,70,632.00	26,90,632.00
Unspent Grant-in-Aid from Government of India (MAI) [Refer Note 22 (I)]	-	68,83,000.00
Unspent Grant-in-Aid from Government of India (MDA) [Refer Note 22 (ii)]	2,48,000.00	7,24,000.00
Employee Related Liabilities	1,76,305.00	2,27,051.00
Advance Membership Fees Received	19,900.00	15,600.00
Advance received against Intexpo, Vietnam (2015-16)	-	39,20,000.00
Expiry review of Anti Dumping Duty - Turkey (Net Balance) [Refer Note 23]	8,89,548.75	8,89,548.75
Other Liabilities	45,68,917.41	44,87,454.66
TOTAL -	1,16,99,607.16	1,98,38,981.41
Note 5 - Short Term Provisions :		
Provision for Staff Superannuation Scheme	64,14,513.00	95,44,448.00
Provision for Staff Gratuity Scheme	71,354.00	22,91,240.00
Provision for Leave Encashment	61,983.00	53,957.00
TOTAL -	65,47,850.00	1,18,89,645.00



NOTES



Note 6 - Tangible Fixed Assets

Particulars	Buildings	Furnitures, Fixtures & Electrical Fittings	Office Equipments	Motor Car	Computers	Total 31-3-2016	Previous Year 31-3-2015
	₹	₹	₹	₹	₹	₹	₹
GROSS BLOCK :							
Balance as at 1-4-2015	59,55,903.80	69,14,987.27	41,19,066.69	10,25,775.72	55,82,675.15	2,35,98,408.63	2,30,47,668.91
Additions during the year	-	2,47,559.00	49,377.00	-	3,82,850.00	6,79,786.00	1,692,731.72
Sub-Total	59,55,903.80	71,62,546.27	41,68,443.69	10,25,775.72	59,65,525.15	2,42,78,194.63	2,47,40,400.63
Deductions during the year	-	-	-	-	-	-	11,41,992.00
Gross Block As At 31-3-2016	59,55,903.80	71,62,546.27	41,68,443.69	10,25,775.72	59,65,525.15	2,42,78,194.63	2,35,98,408.63
DEPRECIATION :							
Provided upto 1-4-2015	26,37,372.02	65,29,617.39	35,51,084.05	2,04,497.24	52,37,287.40	1,81,59,858.10	1,76,85,852.96
Adjusted against Retained Earnings [Refer Note 26]	-	-	-	-	-	-	5,21,351.88
Depreciation provided during the year	1,60,236.00	46,246.00	1,96,246.00	2,56,485.00	2,63,778.00	9,22,991.00	9,34,796.98
Sub-Total	27,97,608.02	65,75,863.39	37,47,330.05	4,60,982.24	55,01,065.40	1,90,82,849.10	1,91,42,001.82
Deductions during the year	-	-	-	-	-	-	9,82,143.72
Total Depreciation upto 31-3-2016	27,97,608.02	65,75,863.39	37,47,330.05	4,60,982.24	55,01,065.40	1,90,82,849.10	1,81,59,858.10
NET BLOCK as at 31-3-2016	31,58,295.78	5,86,682.88	4,21,113.64	5,64,793.48	4,64,459.75	51,95,345.53	54,38,550.53
As At 31-3-2015	33,18,531.78	3,85,369.88	5,67,982.64	8,21,278.48	3,45,387.75	54,38,550.53	



NOTES



NOTES TO THE FINANCIAL STATEMENTS

	As at 31st March, 2016 ₹	As at 31st March, 2015 ₹
Note 7 - Long Term Loans and Advances :		
Unsecured - Considered Good		
Deposits	11,74,323.00	11,74,323.00
Tax Deducted at Source / Income Tax payments	1,11,74,845.00	92,68,884.00
	1,23,49,168.00	1,04,43,207.00
Note 8 - Cash and Bank Balances :		
Cash and Cash equivalents		
Cash on Hand	35,795.00	13,180.49
Balances with Banks in Current Accounts	7,45,210.64	12,42,854.62
	7,81,005.64	12,56,035.11
Other Bank Balances :		
Fixed Deposit with Banks	18,39,14,130.93	15,89,13,041.25
(Original Maturity more than 3 Months)	18,46,95,136.57	16,01,69,076.36
Note 9 - Short Term Loans and Advances :		
Unsecured - Considered Good		
Other Advances	15,679.50	11,330.50
TOTAL -	15,679.50	11,330.50
Note 10 - Other Current Assets :		
Prepaid Expenses	1,75,850.66	42,052.73
Advance expenditure for RBSM "Source India", Surat	1,49,177.00	-
Advance expenditure against Intexpo, Vietnam (2015-16)	-	47,72,784.80
Other Receivables	3,62,748.00	3,92,241.00
Interest Accrued on Fixed Deposits	5,02,182.69	4,10,735.00
TOTAL -	11,89,958.35	56,17,813.53



NOTES



NOTES TO THE FINANCIAL STATEMENTS

	As at 31st March, 2016 ₹	As at 31st March, 2015 ₹
Note 11 - Revenue from Operations		
Membership Subscription	3,20,46,500.00	2,52,40,500.00
Registration cum Membership Fees	2,99,100.00	1,78,300.00
Contribution towards Participation for BSMs & Trade Fairs :		
12th International Istanbul Yarn Fair, Istanbul, Turkey	-	30,64,111.00
44th Federal Trade Fair "TEXTILEGPROM", Russia	-	9,40,000.00
Intexpo, Dhaka, Bangladesh (2014-15)	-	34,10,000.00
Intexpo, Burma (2014-15)	-	29,30,000.00
Intexpo, Colombia (2014-15)	-	12,51,667.00
Intexpo, Ethiopia (2014-15)	-	27,60,000.00
Intexpo, Peru (2014-15)	-	27,50,000.00
Intexpo, Sudan (2014-15)	-	27,60,000.00
Colombo International Yarn & Fabric Show, Sri Lanka	23,26,000.00	-
Intexpo, El Salvador	13,40,500.00	-
Intexpo, Honduras	13,40,500.00	-
Morocco International Fashion, Textile & Accessories Fair, Morocco	61,42,000.00	-
International Shanghai Apparel Fabrics, China	31,90,000.00	-
Intexpo, Egypt	45,70,000.00	-
Texworld, Istanbul, Turkey	40,30,600.00	-
Intexpo, Vietnam	43,00,000.00	-
	2,72,39,600.00	1,98,65,778.00
Collection from Members towards Publication	15,54,600.00	12,15,900.00
Certificate of Origin Issuance & Amendment Charges	94,422.00	1,18,000.00
SRTEPC Development Fees	3,92,250.00	-
Income from Council's Website (Net)	1,43,280.00	-
(Income ₹ 2,87,000/- Less Expenses ₹ 1,43,720/-)		
Publication of Council's Diary (Net)	20,250.00	-
(Income ₹ 3,57,300/- Less Expenses ₹ 3,37,050/-)		
Export Performance Certificates	60,220.00	65,000.00
SRTEPC Members Directory-2015 (Net)	1,45,320.00	-
(Income ₹ 6,72,000/- Less Expenses ₹ 5,26,680/-)		
TOTAL -	6,19,95,542.00	4,66,83,478.00
Note 12 - Other Income		
Interest on Fixed Deposits with Banks	1,56,44,892.54	1,42,20,209.75
Interest on Other Deposits	16,817.25	8,514.72
Miscellaneous Receipts	32,750.06	1,00,952.00
Revenue from Export Award Function (Net)	25,49,314.75	17,15,110.37
(Income ₹ 68,50,000/- Less Expenses ₹ 43,00,685.25)		
Profit on Sale of Fixed Assets	-	77,151.72
TOTAL -	1,82,43,774.60	1,61,21,938.56



NOTES



NOTES TO THE FINANCIAL STATEMENTS

	As at 31st March, 2016 ₹	As at 31st March, 2015 ₹
Note 13 - Employee Benefit Expense		
Salaries etc.	1,31,85,445.00	1,21,71,451.00
Council's contribution to Staff Provident Fund	13,95,379.00	12,11,411.00
Provision / Contribution to Staff Gratuity Fund	4,59,054.00	27,17,813.00
Staff Welfare Expenses (including Medical Benefits, Leave Travel Concession & Staff Group Insurance Premium)	10,37,788.96	6,96,742.80
Provision / Encashment of Privilege Leave [Refer Note - 21]	4,86,755.00	17,98,693.00
Provision / Contribution paid to LIC for Council's Superannuation Scheme	78,68,374.00	1,06,97,551.00
TOTAL -	2,44,32,795.96	2,92,93,661.80
Note 14 - Finance Charges		
Other Interest	-	18,84,068.00
	0.00	18,84,068.00
Note 15 - Other Expenses		
A. Administrative Expenses		
Rent	1,62,458.64	1,62,458.64
Telephone / Fax Charges	1,65,600.21	1,44,632.94
Electricity Charges	6,25,246.25	8,48,053.72
Printing & Stationery	1,51,405.00	1,42,449.00
Travelling Expenses	5,06,199.79	10,86,965.00
Local Conveyance	53,404.00	38,446.00
Postage, Telegram & Telex Charges	2,06,454.01	1,49,274.83
Staff Motor Car Expenses	1,08,245.00	47,358.00
Hospitality Charges	8,782.00	12,686.00
Expenses of Regional Offices	5,62,125.20	5,47,901.01
Miscellaneous Expenses	4,21,476.92	3,19,102.60
Insurance	4,755.00	4,665.00
Legal & Professional Fees (Including Audit Fees)	12,49,400.00	38,48,156.00
Software / Computer Data Processing Expenses	2,27,631.11	4,11,726.50
Repairs & Replacement Expenses	1,02,551.00	1,23,054.00
Annual General Meeting Expenses	82,780.97	86,045.00
Foreign Exchange Gain / (Loss) - (Net)	13,419.09	73,316.40
Training Expenses for Officers & Staff	8,550.00	2,000.00
Contribution to Jammu & Kashmir Relief Fund - (2014)	-	2,87,000.00
Office Renovation Expenses - Mumbai	-	5,94,421.00
Recruitment Expenses	488.02	66,498.40
Refund of Grant-in-Aid received from Central Government during 2008-09 in respect of Anti Dumping Investigation by Turkey for Man-Made Fibre Spun Yarn	8,21,913.00	-
TOTAL (A) -	54,82,885.21	89,96,210.04



NOTES



NOTES TO THE FINANCIAL STATEMENTS

	As at 31st March, 2016 ₹	As at 31st March, 2015 ₹
B. Direct Export Promotion Expenses		
Publication Expenses incurred in India :		
For Members	8,08,345.69	8,62,618.60
	8,08,345.69	8,62,618.60
Delegations :		
High Level Textile Delegation to Uzbekistan	1,51,213.00	-
High Level Textile Delegation to Vietnam & Cambodia	-	3,64,117.16
	1,51,213.00	3,64,117.16
Others :		
Public Relation Expenses	1,45,154.00	3,37,243.00
Subscription to Publications & Ex-imp Data	77,695.00	54,126.00
Seminars / Workshops / Meetings	4,25,407.94	2,73,722.29
Visit of Foreign Delegations and Buyers Expenses	620.00	9,157.10
Membership Fees (Council's)	6,550.00	52,818.00
Advertisement in India	21,800.00	47,900.00
Trade Centre-Cum-Permanent Exhibition Expenses	-	9,765.00
High Level Drawback Committee	3,74,253.60	2,24,201.37
	10,51,480.54	10,08,932.76
Exhibitions : (Under MAI & MDA Schemes)		
12th International Istanbul Yarn Fair, Istanbul, Turkey	-	26,95,763.34
44th Federal Trade Fair "TEXTILEGPROM", Russia	-	7,90,540.99
Intexpo, Dhaka, Bangladesh (2014-15)	-	29,37,750.16
Intexpo, Burma (2014-15)	-	25,72,600.07
Intexpo, Colombia (2014-15)	-	19,18,286.32
Intexpo, Ethiopia (2014-15)	-	27,70,881.96
Intexpo, Peru (2014-15)	-	22,08,719.00
Intexpo, Sudan (2014-15)	-	24,02,628.58
Colombo International Yarn & Fabric Show, Sri Lanka	22,71,052.50	-
Intexpo, El Salvador	12,12,208.49	-
Intexpo, Honduras	11,71,299.40	-
Morocco International Fashion, Textile & Accessories Fair, Morocco	65,30,528.00	-
International Shanghai Apparel Fabrics, China	38,67,623.90	-
Intexpo, Egypt	73,41,939.10	-
Texworld, Istanbul, Turkey	48,76,887.77	-
Intexpo, Vietnam	64,06,961.20	-
	3,36,78,500.36	1,82,97,170.42
Less : Grant-in-Aid from Central Government (Net) [Refer Note - 22 (i) & (ii)]	1,82,35,450.00	85,86,000.00
	1,54,43,050.36	97,11,170.42
Exhibitions : (Others)		
Tex-Trends India, New Delhi	-	2,94,130.00
Tex Styles India' 2016	16,099.80	-
Vastra 4th International Textile & Apparel Fair, Jaipur	28,673.00	-
	44,772.80	2,94,130.00
TOTAL (B) -	1,74,98,862.39	1,22,40,968.94
TOTAL (A + B) -	2,29,81,747.60	2,12,37,178.98



NOTES



NOTES TO THE FINANCIAL STATEMENTS

Note 16 - Contingent Liabilities not provided for : Income Tax Matters :

- The Income-Tax Department has filed appeal in the High Court of Judicature at Bombay for Assessment Year 2008-09 against the order of Income-Tax Appellate Tribunal's decision in favour of the Council. The total amount of disputed tax liability is ₹ 54,92,780/- (exclusive of interest).
- The Council has filed appeals before Commissioner of Income Tax (Appeals) for Assessments for Assessment Years 2004-05, 2006-07, 2009-10, 2011-12, 2012-13 & 2013-14. The disputed amount of Income Tax liability is ₹ 4,52,12,044/-. The Council has received decisions in its favour from the Appellate Tribunal for earlier years for the same disputed matters.

Other Matters :

- Claims against the Council for mesne profits ₹ 7,70,12,250/- (Previous Year ₹ 6,20,43,525/-).
- Claim against the Council and 6 other persons for unliquidated damages and other matters ₹20,00,00,000/- (Previous Year ₹ 20,00,00,000/-). The case is in pre-admission stage at the High Court of Judicature, Bombay.

Note 17 - Income Tax

Provision for Income Tax for the current year and also for the preceding accounting years has not been made as the Council is of the opinion, based on its own cases decided in its favour by the Appellate Tribunal and also other Appellate Tribunal Cases, that there would be no taxable income.

Note 18 - Payment to Auditors (included in Legal & Professional Fees) :

	2015-2016 ₹	2014-2015 ₹
As Auditors	40,000.00	40,000.00
For Taxation Matters	5,000.00	5,000.00
In Other capacity	23,500.00	23,350.00

Note 19 - Expenses of Regional Offices include Rent ₹ 54,136/- (Previous Year ₹ 51,886/-)

Note 20 - Contribution to Defined Contribution Plans :

	2015-2016 ₹	2014-2015 ₹
Provident Fund (Including for Regional Offices)	13,95,379.00	12,11,411.00



NOTES



Note 21 - The actuarial liability for Leave Encashment has been workout with one of the assumptions being that on resignation of the employee he would be entitled to encashment of the entire unavailed leave. However, the practice of the Council is to pay only 50% of the unavailed leave liability .The actuarial liability provided is on the higher side due to this assumption.

Note 22 - The details of Government Grant-in-Aid are as follows :-

(i) Grant under Market Access Initiative :

	2015-2016 ₹	2014-2015 ₹
Opening Balance of un-utilised Grant-in-Aid	68,83,000.00	60,00,000.00
Amount received during the year	49,60,000.00	80,00,000.00
Total -	1,18,43,000.00	1,40,00,000.00
Less : Amount refunded during the year	41,55,950.00	60,00,000.00
Less : Amount Carried Forward to next year	-	68,83,000.00
Total -	41,55,950.00	1,28,83,000.00
Amount Transferred to Export Promotion Expenses A/c (A)	76,87,050.00	11,17,000.00

(ii) Grant under Market Development Assistance (excluding for Individual Exporters) :

	2015-2016 ₹	2014-2015 ₹
Opening Balance of un-utilised Grant-in-Aid	7,24,000.00	-
Amount received during the year	1,07,98,000.00	72,93,000.00
Add :Amount transferred from MDA for re-imbursement to individual Exporters	-	9,00,000.00
Total -	1,15,22,000.00	81,93,000.00
Less : Amount refunded during the year	7,25,600.00	-
Less : Amount transferred to MDA for Reimbursement to Individual Exporters	-	-
Less : Closing Balance of un-utilised Grant-in-Aid Payable	2,48,000.00	7,24,000.00
Total -	9,73,600.00	7,24,000.00
Amount Transferred to Export Promotion Expenses A/c (B)	1,05,48,400.00	74,69,000.00
Total amount transferred Export Promotion Expenses A/c (A + B)	1,82,35,450.00	85,86,000.00



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(iii) Grant under Market Development Assistance for Re-imbursement to Individual Exporters :

	2015-2016 ₹	2014-2015 ₹
Opening Balance (receivable)/payable	26,90,632.00	57,82,193.00
Add : Amount received during the year	75,00,000.00	67,50,000.00
Total -	1,01,90,632.00	1,25,32,193.00
Less: Claims of Individual Exporters paid during the year	44,20,000.00	89,41,561.00
Less: Amount transferred to MDA (excluding for individual Exporters)	-	9,00,000.00
Closing Balance (receivable)/payable	57,70,632.00	26,90,632.00

Note 23 - The Council has incurred expenditure, collected contributions from affected Members for initiating Expiry Review of Anti-Dumping Duty imposed by Turkey on import of Yarn of Man-Made or Synthetic or Artificial Staple Fibre. The proceedings have not been concluded and further expenses/collections are expected. Therefore the net amount of ₹ 8,89,548.75 has been carried forward to the next year and disclosed under Note No.4 – Other Current Liabilities. The details are as under :

	2015-2016 ₹	2014-2015 ₹
(A) Expenditure incurred upto 31.03.2015	66,10,451.25	35,77,685.12
Expenditure incurred during the year	-	30,32,766.13
Total Expenditure -	66,10,451.25	66,10,451.25
(B) Collections from affected Members upto 31.03.2015	75,00,000.00	75,00,000.00
Collections from affected Members during the year	-	-
Total Collections -	75,00,000.00	75,00,000.00
(C) Balance carried forward to next year	8,89,548.75	8,89,548.75

Note 24 - Information as required to be disclosed under the Micro, Small and Medium Enterprise Development Act, 2006 with respect to Micro Enterprises and Small Enterprises have been determined to the extent such parties have been identified on the basis of information available with the Council



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Note 25 - Details of expenses incurred in Foreign Exchange during the year :

PARTICULARS	2015-2016 ₹	2014-2015 ₹
12th International Istanbul Yarn Fair, Istanbul, Turkey	-	26,06,275.00
44th Federal Trade Fair "TEXTILEGPROM", Russia	-	7,90,196.00
Colombo International Yarn & Fabric Show, Sri Lanka	21,64,497.00	-
High Level Textile Delegation to Uzbekistan	64,326.00	-
High Level Textile Delegation to Vietnam & Cambodia	-	1,74,901.00
International Shanghai Apparel Fabrics, China	37,77,630.00	-
Intexpo, Burma (2014-15)	-	28,22,172.00
Intexpo, Colombia (2014-15)	-	17,50,681.00
Intexpo, Dhaka, Bangladesh (2014-15)	-	27,71,143.00
Intexpo, Egypt	71,71,282.00	-
Intexpo, El Salvador	10,37,313.00	-
Intexpo, Ethiopia (2014-15)	-	26,85,876.00
Intexpo, Honduras	10,62,639.00	-
Intexpo, Peru (2014-15)	-	20,20,925.00
Intexpo, Sudan (2014-15)	-	22,55,249.00
Intexpo, Vietnam	14,03,862.00	47,67,584.00
Morocco International Fashion, Textile & Accessories Fair, Morocco	61,26,161.00	-
Texworld Istanbul, Turkey	47,60,891.00	-
TOTAL -	2,75,68,601.00	2,26,45,002.00

Note 26 - Leases : The Council has taken on leases Office Premises which are in nature cancelable operating leases. The total rent recognized in the Income & Expenditure A/c is ₹ 2,16,594.64 (Previous Year ₹2,14,344.64).

Note 27 - In the previous year, in accordance with the provisions of Schedule II of the Companies Act, 2013, in case of Fixed Assets which have completed their useful life as at 1st April, 2014 the carrying value (net of residual value) amounting to ₹ 5,21,351.88 as a transitional provision had been recognized in the Retained Earnings. Further in the previous year in case of assets acquired prior to 1st April, 2014 the carrying value of assets (net of residual value) is depreciated over the remaining useful life as determined effective from 1st April, 2014. Depreciation expenses for the previous year would have been lower by ₹ 1,58,761.26 had the Council continued with the previous assessment of useful life of such assets.

Note 28 - Previous years figures have been regrouped wherever necessary so as to make them comparable with those of current year.



NOTES



NOTES TO THE FINANCIAL STATEMENTS

Note 29 - Significant Accounting Policies :

I. Method of Accounting Employed :

- A. The Council follows accrual system of accounting.
- B. Export Award Expenses, Publication of Council's Diary, Income from Council's Website & SRTEPC Members Directory-2015 are shown net after considering receipts towards the said account.
- C. The Council discloses expenditure/contributions towards Exhibitions/Shows in the Income & Expenditure A/c in the year in which the Exhibitions/Shows are held. In the cases when the period of Exhibition/Shows is spread over two accounting periods the entire expenditure/contribution is accounted in the accounting period in which the Exhibition/Show has commenced.

II. Fixed Assets :

The fixed assets are stated at cost less depreciation without any adjustment for Government Grant received, if any, for their purchase. Provision for impairment if any is made in accordance with Accounting Standard (AS)28 – Impairment of Assets.

III. Depreciation :

Depreciation is provided on Written Down Value basis as per Schedule II of the Companies Act, 2013.

IV. Treatment of Employee Benefit :

The Council is having less than 50 average number of employees during the year under review and is also fulfilling the other conditions for qualifying under para (c) of Accounting Standard (AS) 15, Employee Benefits, under which the Council is exempted from substantial measurement and recognition principles and disclosure requirements of the said Standard.

The Council follows the following policies for accounting of employee benefits :

a) Defined Contribution Plans :

Monthly contributions to a Government administered Provident Fund are considered as an expense in the Accounts. The Council has no further liability other than the monthly contributions.

b) Defined Benefit Plans :

- i) Liability towards Gratuity covered by a Group Gratuity Scheme with Life Insurance Corporation of India is provided on actuarial basis.
- ii) Liability towards Superannuation benefits covered by Staff Superannuation Scheme with Life Insurance Corporation of India is provided on actuarial basis.
- iii) Liability for Leave Encashment is provided for on actuarial basis.



NOTES



V. Foreign Currency Transactions :

- a) Foreign currency transactions are accounted on the basis of rate of exchange applicable on the date of payment/receipt.
- b) In respect of Current Assets/Liabilities outstanding at the end of the year the same are stated at the exchange rate prevailing at the year end and the difference is adjusted in the Income & Expenditure A/c.

VI. Government Grants :

Grants sanctioned by Central Government against revenue expenditure is credited to Income & Expenditure A/c on accrual basis to the extent the Council has fulfilled the conditions of the Grant. In respect of grants against capital expenditure, it is deferred to Capital Reserve and amortized to the Income & Expenditure A/c over the estimated useful life of the assets.

Signatures to Notes 1 to 29

FOR N.P. JHAVERI & ASSOCIATES
Chartered Accountants
(Firm Registration No. 104237W)

(N.P. JHAVERI)
Proprietor

Mumbai, 18th June, 2016

Chairman

Vice-Chairman

Former Chairman

Executive Director Cum Secretary



NOTES



NOTES TO FINANCIAL STATEMENTS ANNEXURE - A

STATEMENT SHOWING THE HEADS OF ACCOUNT UNDER WHICH THE EXPENDITURE HAS BEEN IN EXCESS OF THE BUDGET PROVISION DURING THE YEAR 2015-16

Sr.No.	Heads of Accounts	Sanctioned Budget 2015-2016 ₹	Actual Expenditure 2015-2016 ₹	Excess Expenditure 2015-2016 ₹
1	Leave Travel Assistance	2,00,000.00	2,37,840.96	37,840.96
2	Mediclaime & Group Insurance	1,00,000.00	1,06,948.00	6,948.00
3	Super Annuation Fund Contribution - LIC	30,00,000.00	78,68,374.00	48,68,374.00
4	Furniture, Fixtures & Electrical Fittings	1,00,000.00	2,47,559.00	1,47,559.00
5	High Level Drawback Committee Meetings	3,00,000.00	3,74,253.60	74,253.60
6	Tex Styles India' 2016 (New Delhi)	0.00	16,099.80	16,099.80
	TOTAL -	37,00,000.00	88,51,075.36	51,51,075.36

(Excess Expenditure comes to ₹ 51,51,075.36)



Exhibition Stalls



VIEW OF THE STALLS AT VARIOUS EXHIBITIONS ABROAD



The Synthetic & Rayon Textiles Export Promotion Council, India

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Tel.: 022-2204 8797, 2204 8690, 2204 0168 • Fax : 022-2204 8358, 2281 0091 • Email : srtepc@srtepc.in • Website : www.srtepc.in

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