



Reg. Off.: 19/22 & 27/30, Madhu Estate, Pandurang Budhkar Marg, Worli, Mumbai 400 013. Corporate Identity Number: L17110MH1987PLC045575
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DAMODAR INDUSTRIES LIMITED

FORM DPT – 1

CIRCULAR OR CIRCULAR IN THE FORM OF ADVERTISEMENT INVITING DEPOSITING

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

The circular or circular in the form of advertisement shall contain the following:

1. GENERAL INFORMATION

- (a) Name of the Company : DAMODAR INDUSTRIES LIMITED (b)Date of incorporation of the company : 11th December, 1987
- (c) The business carried on by the Company & its Subsidiaries with details of branches or units, if any: The Company is engaged in the business of manufacturing and processing of Cotton yarn and Fancy yarn. The Company has its Head office at Mumbai and factory at Silvassa.
OFFICE: The Company has office at:-
Mumbai : 19/22 & 27/30, Madhu Estate, Pandurang Budhkar Marg, Worli, Mumbai- 400013
Dadra (U.T.) :Survey No. 265/10/1, 2, 3, Demni Road, Dadra Village, Silvassa – 396 230
Amravati : T-26, Add. Textile Park (MIDC Amravati), Amravati, Maharashtra- 444605
The Company has no subsidiaries.
- (d) Brief particulars of the managements of the company. The company is managed by the Managing Director and Whole-Time Directors, subject to the supervision, direction and control of the board of Directors.
- (e) Name, Occupation and Addresses of the Directors:

Sl.No.	Name of Director	Address	DIN	Occupation
(I)	Shri Arun Kumar Biyani (Chairman)	1702, Sumer Trinity Tower-1, New Prabhadevi Road, Mumbai – 400 025	00016519	Business
(ii)	Shri Ajay D. Biyani (Managing Director)	1704, B-2, 17th Floor, Sumer Trinity, New Prabhadevi Road, Mumbai – 400 025	00014896	Business
(iii)	Shri Anil D. Biyani (Executive Director)	1804, B-2, 18th Floor, Sumer Trinity, New Prabhadevi Road, Mumbai – 400 025	00016554	Business
(iv)	Shri Girdharlal S. Daga (Director)	31, 7th Floor, Gita Smruti Bldg, PT, Ramabai Road, Gamdevi, Mumbai – 400 007	00115572	Practicing Chartered Accountant
(V)	Shri Raghavan Srinivas (Director)	E 203, Vatika Township, Near Model Town, Dumbhal, Surat - 395010	07090385	Service
(vi)	Smt. Farida Bomi Jambusarwalla (Director)	495, Homiyar Villa, Daulat Nagar, Vapi Daman Road, Chala, Vapi-396191, Gujrat	07139945	Consultant

- (f) **Management's perception of risk factors:**
The deposit accepted by the company are unsecured and rank pari passu with other unsecured liabilities of the company.
- (g) **The Company has not made any default in -**
i) repayment of Deposits or interest thereon ii) statutory dues;
iii) debentures and interest thereon - N.A. iv) loan from any bank or financial institution and interest thereon.

2. PARTICULARS OF THE DEPOSIT SCHEME

- a. Date of passing of Board Resolution: May 25, 2019
b. Date of passing of resolution in the General Meeting: August 13, 2019
c. Type of deposits: UNSECURED DEPOSITS
d. (i) Amount which the company can raise by way of Deposits as per the Act and the rules made their under:
- | | |
|--------------|-------------------|
| From Members | Rs. 2752.97 Lakhs |
| From Public | Rs. 1101.18 Lakhs |
| Total | Rs. 3854.15 Lakhs |
- (ii) The Aggregate of Deposit actually held on the last day of the immediately preceding financial year and on the date of issue of the circular or advertisement:
(a) As on March 31, 2019 : Rs. 2742.00 Lakhs (b) As on August 13, 2019: Rs. 3005.25 Lakhs
(iii) Amount of fresh deposits the Company can raise, in addition to those actually held as stated in 2 d. (ii) (b) hereinabove: Rs. 848.90 Lakhs
(iv) Amount of Deposits repayable within the next Twelve months: Rs. 556.07 Lakhs
e. Terms of raising of deposits: Duration, Rate of interest, mode of payment and repayment;

SCHEME Quarterly Interest Payable

Period (Months)	Minimum deposit *	Rate of Interest (p.a.)	Rate of Interest (p.a.) Senior Citizen / Employee of the Company/Shareholders
12	20,000	9%	9.50%
24	20,000	9.50%	10%
36	20,000	10%	10.50%

*Additional amount acceptable in multiples of Rs. 1,000. The deposits shall also be subject to the terms and conditions as per the Application Form.

- f. Credit rating obtained : Name of the Credit Rating Agencies Rating obtained: CARE Rating LIMITED.
Rating : BBB(FD)/ Stable Meaning of the rating obtained: Instruments with this rating are considered to have moderate degree of safety regarding timely servicing of financial obligations. Such instruments carry moderate credit risk. Date on which rating was obtained: 09/08/2019

3. DETAILS OF ANY OUTSTANDING DEPOSITS

- a. Amount Outstanding : Rs. 3005.25 Lakhs b. Date of acceptance : Various Dates
c. Total amount accepted : Rs. 3005.25 Lakhs d. Rate of interest : 9%, 9.50% and 10% and 0.50% Extra for Senior Citizen, Shareholders & Employees
e. Total number of depositors : 875 f. Default, if any, in repayment of deposits and payment of interest thereon, if any, including number of depositors, amount and duration of default involved: Nil.
g. Any waiver by the depositors, of interest accrued on deposits: Nil.

4. FINANCIAL POSITION OF THE COMPANY

- a. Profits of the company, before and after making provision for tax, for the three financial years immediately preceding the date of issue of circular or advertisement & Dividends declared by the company in respect of the said three financial years; interest coverage ratio for last three years (Cash profit after tax plus interest paid or interest paid).

Year	Profit Before Tax (Rs in Lakhs)	Profit After Tax (Rs in Lakhs)	Dividend on Equity Share	Interest Coverage Ratio
2016-17	1383.15	904.94	28%	2.10
2017-18	1770.13	1171.17	30%	2.61
2018-19	1232.34	836.55	15%	1.88

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

(Rs. in Lakhs)				(Rs. in Lakhs)			
EQUITY & LIABILITIES	As at 31.03.2019	As at 31.03.2018	As at 31.03.2017	ASSETS	As at 31.03.2019	As at 31.03.2018	As at 31.03.2017
Equity:				Non Current Assets:			
Equity Share Capital	1112.58	1112.58	1112.58	Property, Plant and Equipment	26736.38	10562.70	6615.07
Other equity	9899.30	9439.62	8727.68	Capital Work-in-Progress	1151.69	832.44	-
Non-Current Liabilities:				Intangible assets	101.19	75.96	25.30
Financial Liabilities				Intangible Assets Under Development	-	20.00	-
(i) Borrowings	19092.71	6216.73	1792.91	Financial Assets			
(ii) Other Financial Liabilities Provisions	-	-	-	(i) Other Non - Current Financial Assets	124.30	74.44	57.23
Deferred Tax Liabilities (net)	752.35	610.66	474.62	Other Non- Current	74.10		
Other Non- Current Liabilities	1541.26	30.18	33.89	Current Assets:			
Current Liabilities:				Inventories	7502.62	4994.82	6285.50
Financial Liabilities				Financial Assets			
(i) Borrowings	13045.38	10048.72	8057.91	(i) Investments	0.04	0.04	0.04
(ii) Trade Payables	2222.51	1042.55	464.44	(ii) Trade Receivables	8434.38	9373.66	7425.22
(iii) Other Financial Liabilities	1074.45	842.70	733.16	(iii) Cash and Cash Equivalents	425.98	216.41	
Other Current Liabilities & Provisions	418.76	170.24	161.44	(iv) Bank Balance Other Than Cash & Cash Equivalents	34.08	25.83	20.55
Provisions		23.91		(v) Loans	34.87	49.54	44.96
TOTAL EQUITY AND LIABILITIES	49159.30	29537.91	21558.63	(vi) Other Current Financial Assets	112.08	142.22	
				Current Tax Assets (Net)	130.48	67.49	85.72
				Other Current Assets	4314.05	2922.93	640.41
				TOTAL ASSETS	49159.30	29537.91	21558.63

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

Particulars	2019	2018	2017
Cash From Operating Activities	1023.46	1603.71	1278.23
Cash Flow From Investing Activities	(15535.63)	(6773.04)	(957.61)
Cash Flow From Financing Activities	(14496.31)	5142.78	(287.05)

- d. Any change in accounting policies during the last three years and their effect on the profits and the reserves of the company: No change in accounting policies after implementation of Ind As.

DECLARATION BY THE DIRECTORS THAT-

- a. the company has not defaulted in the repayment of deposits accepted either before or after the commencement of the Act or payment of interest there on; b. the board of directors have satisfied themselves fully with respect to the affairs and prospects of the company and that they are of the opinion that having regard to the estimated future financial position of the company, the company will be able to meet its liabilities as and when they become due and that the company will not become insolvent within a period of one year from the date of issue of the circular or advertisement; c. the company has complied with the provisions of the Act and the rules made there under;
- d. Any change in accounting policies during the last three years and their effect on the profits and the reserves of the company: No change in accounting policies after implementation of Ind As. e. the deposits accepted by the company before the commencement of the Act have been repaid (or will be repaid along with interest as per due dates and until they are repaid, they shall be treated as unsecured and ranking pari passu with other unsecured liabilities).
- f. In case of any adverse change in credit rating, depositors will be given a chance to withdraw deposits without any penalty. g. The deposits shall be used only for the purposes indicated in the Circular or circular in the form of advertisement; the deposits accepted by the company (other than the secured deposits, if any, aggregate amount of which to be indicated) are unsecured and rank pari passu with other unsecured liabilities of the company.
- h. It is to be distinctly understood that filing of circular or circular in the Form of advertisement with the Registrar should not in any way be deemed or construed that the same has been cleared or approved by the Registrar or Central Government. The Registrar or Central Government does not take any responsibility either for the financial soundness of any deposit scheme for which the deposit is being accepted or invited or for the correctness of the statements made or opinions expressed in the circular or circular in the Form of advertisement. The depositors should exercise due diligence before investing in the deposits schemes. This Circular is issued on the authority and in the name of the Board of Directors of the Company, the text hereof has been approved by the Board of Directors at its meeting held on 13th August, 2019, and a copy thereof, signed by a majority of the Directors of the Company, has been filed with the Registrar of Companies, Maharashtra.

For Damodar industries Limited

Sd/-

Arunkumar Biyani
(Chairman)

Place : Mumbai
Date : 13.08.2019