



September 07, 2022

**BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street
Mumbai-400 001**

**National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra Kurla Complex, Bandra East
Mumbai, Maharashtra – 400 051**

Scrip Code: 542729

Symbol: DCMNVL

Dear Sirs,

Sub: Chairperson's Statement, delivered at the 06th Annual General Meeting of the Company

The Chairperson's Statement, delivered at the 06th Annual General Meeting of the Company held on Tuesday, September 06, 2022, is enclosed.

This is for your information and records.

Thanking you,

Yours faithfully,
For DCM Nouvelle Limited

**Mohd Sagir
Company Secretary &
Compliance Officer**

Encl: As above



Chairperson's Address- Dr. Meenakshi Nayar

1. Introduction

Dear shareholders,

A very good morning to each one of you, our esteemed shareholders. I, Meenakshi Nayar, on behalf of the Board of Directors of DCM Nouvelle Limited, Welcome you to the 06th Annual General Meeting of the company. As we gather virtually once again, it is a pleasure and privilege to welcome you today. We truly appreciate your generous support and on behalf of the Board of Directors of DCM Nouvelle, I thank you for taking out the time from your busy schedule to join us today.

The Company has taken all feasible efforts under the current circumstances; to enable members to participate through a video conference and vote at the AGM.

The notice convening this meeting and the Annual Report had already been sent through email to the shareholders who have registered their email ids and they are also available on the website of the Company, hence is taken as read.

Before I proceed further, let me introduce your board of directors who have joined this AGM through Video Conferencing:

1. **Mr. Hemant Bharat Ram**, Managing Director and Chairman of CSR Committee has joined this AGM from New Delhi.
2. **Dr. Vinay Bharat Ram**, Whole Time Director has joined this AGM from New Delhi.
3. **Mr. Jitendra Tuli**, Director, and the Chairman of Stakeholder Relationship & Finance Committee, has joined this AGM from Paro.



4. **Mr. Kulbir Singh**, Independent Director and the Chairman of the Audit Committee has joined this AGM from New Delhi.
5. **Mr. Vivek Chhachhi**, Independent Director and the Chairman of the Nomination and Remuneration Committee, has joined this AGM from Gurgaon.
6. **Mr. Rakesh Goel**, Whole Time Director & Chairman of the Risk Management Committee has joined this AGM from Hisar.

Thank you all.

We also have key executives of the Company who have joined this meeting through VC from their respective locations. Representatives of Statutory Auditors, M/s Walker & Chandiook, Chartered Accountants LLP, and a Representative of the Secretarial Auditor, M/s Pragnya Pradhan & Associates, Practising Company Secretaries, have also joined this meeting through VC.

I thank all the shareholders and other participants who have joined this meeting through VC. I hope you all are safe and in good health.

Since, we have the requisite quorum present for the meeting through VC, I call this meeting to order. I wish to mention that participation of members through VC can be reckoned for the purpose of quorum in accordance with the Circulars issued by the Ministry of Corporate Affairs and Section 103 of the Companies Act, 2013.

The Statutory Auditors viz., M/s Walker Chandiook & Co. LLP, Chartered Accountants have expressed an unqualified opinion about the true and fair nature of the information provided in the financial statements, and the Secretarial Auditors, M/s Pragnya Pradhan & Associates, Company Secretaries, have similarly expressed an unqualified opinion about the compliance with Statutory provisions in their respective audit reports for the financial year 2021-22.

2. Business and Financial Performance

FY 2021-22 has been a year of exceptional growth. Our revenue grew by 61% to 917.63 Crore as against Rs. 569.08 Crore in the previous financial year. EBITDA grew by 179% to Rs.182.86 crore as against Rs. 65.45 crore in the previous financial year. Profit After Tax (PAT) grew by 302% to Rs. 122.80 Cr as against Rs. 30.51 Crore in the previous financial year. Operating margin for the year stood at a healthy 13.50% and free cash flows crossed Rs. 86 Crore. It should also be noted here that the yarn industry was experiencing a commodity upcycle with an easy monetary policy; as well as significant inflation during the year; yet, the year saw a significant increase in demand, resulting in higher profits.

Furthermore, during the Financial Year, the Company announced Capacity expansion of 43776 spindles, after which, the total installed Spindle capacity in the Company will be 1,58,000 spindles. The Company performed Bhoomi Poojan for the new plant at the proposed site at Hisar, on the 19th of September, 2021 and Civil Construction for the new capacity commenced on the 4th of October, 2021. The construction is expected to be completed by the November 2022.

During the financial year, the company also announced an investment in the Specialty Chemical business, for which it formed a subsidiary namely DCM Nouvelle Specialty Chemicals Limited to manufacture industrial specialty chemicals. The R&D process for identification of specific product range has begun.

It is pertinent to mention here that as a Green Initiative, the Company has completed the installation of 12.38 MWp (Peak Mega Watt) solar power plant during the financial year 2021-22 which allowed your Company to produce 96.64 Lacs solar power units



for in-house consumption during the year, which reduced our power cost by 25 %. The Company is also in the process of installing additional 2.1 MWp solar power plant during financial year 2022-23.

From where we stand today, the future seems promising. The close to 40% expansion of capacity which will go into production shortly, will further consolidate our position in the market. Our investments in solar energy are bearing fruit and have significantly reduced our energy costs and carbon footprint.

At the end, I would like to highlight that as a company we have a holistic approach across our initiatives, and make sincere efforts to maximize responsible resource usage, reduce our carbon emission and curtail adverse environmental impact. We are very much in tune with the increasing focus on ESG (Environment, Social and Governance) parameters across the world, and maintain the highest level of governance measures, ensuring complete transparency and conformance to ethical standards.

3. Acknowledgements

As I conclude, on behalf of my fellow Board Members, I express sincere thanks to all our partners for their unwavering support, to our employees for their continued dedication and commitment, and to all our shareholders for your continued trust and confidence.

Thank you!

Dr. Meenakshi Nayar
Chairperson

New Delhi
06.09.2022