



# Active Clothing Co. Limited

To Date: 31.07.2020

BSE Limited  
Listing Compliance  
P J Towers, Dalal Street,  
Mumbai - 400001, India

Subject: **OUTCOME OF BOARD MEETING DATED 31st JULY, 2020**

Ref: Scrip Code 541144 (Active Clothing Co Limited)

Dear Sir,

We wish to inform you that at the meeting of the Board of Directors held today i.e. Friday 31<sup>st</sup> July, 2020, concluded at 9.30 P.M through audio-visual means, the Board of Directors of the Company has considered and approved the Audited standalone financial results for the half year and year ended 31.03.2020.

Pursuant to Regulation 33 and other applicable regulations, if any of the securities and exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are enclosing:

1. Audited Financial Results for the Half Year and year ended 31.03.2020.
2. Auditors Report on the Audited Financial Results.

We request you to take the same on record and oblige.

Thanking You  
For Active Clothing Co Limited  
*For Active Clothing Co. Limited*

*Mg. Director/Director*  
Managing Director  
Rajesh Mehra  
DIN:00026176

REGISTERED OFFICE:  
Plot No. E-225, Industrial Estate Park, Phase B B  
SAS Nagar, Mohali 160059  
Punjab, India. Phone: +91-172-4313300

FACTORY:  
Village Dadai Aia Singh, Ghel Link Road  
District Ferozganj Sahib 140406, Punjab, India  
Phone: +91-1763-500000

**JIWAN GOYAL & CO**  
**CHARTERED ACCOUNTANTS**

H. No. 43, Tagore Nagar, 1<sup>st</sup> Floor, Dr. Mela Ram Road  
Near Improvement Trust Office, Bhalinda - 151 005.  
PHONE No. 98145 99305

**Auditor's Report on half yearly financial results and year to date financial results of the company pursuant to the regulation 33 of the SEBI (Listing Obligations and disclosure Requirements), Regulations, 2015.**

To  
Board of Directors  
M/s. Active Clothing Co Limited

**Report on the Audit of the Standalone Financial Statements**

**Opinion**

We have audited the accompanying standalone financial statements of Active Clothing Co. Limited ("the Company"), (hereinafter referred to as the Company for the half year and year ended 31<sup>st</sup> March, 2020 (hereinafter referred to as the financial statement attached herewith, being submitted by the company pursuant to the requirement of regulation 33 of the SEBI (Listing Obligations and disclosure Requirements) Regulations, 2015, as mentioned (listing Regulations)

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements

a. is presented in accordance with the requirements of regulations 33 of the listing Regulations in this regard; and

b. gives a true and fair view in conformity with the recognition and measurement principle laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the net profit and other financial information for the half year ended and yearly ended 31<sup>st</sup> march, 2020.

**Basis for opinion**

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have



obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

#### **Management's and Board of Director's Responsibility for the Standalone Financial Statements**

These half yearly and yearly standalone financial results have been prepared on the basis of the interim and annual financial statements, respectively.

The Company's Board of Directors is responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India and in compliance with regulation 33 of the listing regulations. 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also :

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from



fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

DATE 31.07.2020  
Place: Mohali

For Jivan Goyal & Co  
Chartered Accountants  
FRN 012874N

Chartered Accountants  
M.No. 1937

(Jivan Goyal)  
Partner

Membership No.: 091937

UDIN: 20091937AAAA BA5002

**ACTIVE CLOTHING CO LIMITED**  
E-225, INDUSTRIAL AREA, PHASE-VIII-B, MOHALI

**PROFIT & LOSS STATEMENT FOR THE PERIOD 01.04.2019 TO 31.03.2020**

Particulars	(Rs.) Half yearly Previous year		
	Figures as at 31.03.2020	Figures for period 01.10.2019 to 31.03.2020	Figures as at 31.03.2019
I. Revenue from operations	1479603690.01	733911711.74	1544858418.95
II. Other Income	2811762.12	1547114.11	2429882.54
<b>III. Total Revenue (I +II)</b>	<b>1482415452.13</b>	<b>735458825.85</b>	<b>1547288301.49</b>
<b>IV. Expenses:</b>			
Cost of materials consumed	389982585.96	184800545.74	412499760.30
Purchases of Stock-in-Trade	703859709.50	326531152.41	741516714.95
Changes in inventories of finished goods, work-in-progress and Stock in Trade	4953900.65	65861635.00	(49820070.65)
Employee Benefits Expense	205014261.25	84415221.71	221870861.44
Finance costs	80462572.15	41184242.52	59860095.60
Depreciation & amortization expense	43078939.88	15852560.27	64359378.00
Other expenses	44159064.66	16386003.34	56882890.70
<b>Total Expenses</b>	<b>1471511034.05</b>	<b>735031360.99</b>	<b>1507169630.34</b>
V. Profit before exceptional and extraordinary items and tax (III-IV)	10904418.08	427464.86	40118671.15
VI. Exceptional Items			
VII. Profit before extraordinary items and tax (V - VI)	10904418.08	427464.86	40118671.15
VIII. Extraordinary Items			
IX. Profit before tax (VII - VIII)	10904418.08	427464.86	40118671.15
X. Tax expense:			
(1) Current tax	2289081.00		8259151.00
(2) Deferred tax	34450.00		1231718.00
XI. Profit(Loss) for the period from continuing operations (VII-VIII)	8580887.08	427464.86	30627802.15
XII. Profit/(Loss) from discontinuing operations			
XIII. Tax expense of discontinuing operations			
XIV. Profit/(Loss) from Discontinuing operations(after tax) (XII - XIII)	0.00	0.00	0.00
XV. Profit/(Loss) for the period (XI + XIV)	8580887.08	427464.86	30627802.15
XVI. Earnings per equity share:			
(1) Basic	0.55		1.97
(2) Diluted	0.55		1.97



FOR AND ON BEHALF OF THE BOARD

*Rajesh Mehra*  
Rajesh Mehra  
Managing Director

*Renu Mehra*  
Renu Mehra  
Director

PLACE: MOHALI  
DATED: 31.03.2020

**ACTIVE CLOTHING CO LIMITED**  
**E-225, INDUSTRIAL AREA, PHASE-VIII-B, MOHALI**

**BALANCE SHEET AS AT 31.03.2020**

		( Rs. )	
Particulars	Notes No.	Figures as at 31.03.2020	Figures as at 31.03.2019
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	1	155122150.00	155122150.00
(b) Reserves and surplus	2	460027065.71	452793969.63
(c) Money received against share warrants			
<b>(2) Share application money pending allotment</b>			
<b>(3) Non-Current Liabilities</b>			
(a) Long-term borrowings	3	176247071.63	229493052.48
(b) Deferred tax liabilities (Net)	4	34450.00	
(c) Other Long term liabilities	5	11064113.00	6750000.00
(d) Long term provisions	6		
<b>(4) Current Liabilities</b>			
(a) Short-term borrowings	7	430446636.52	374019152.27
(b) Trade payables	8	248833206.87	301122644.75
(c) Other current liabilities	9	66411167.57	74438285.68
(d) Short-term provisions	10	0.00	1373331.00
<b>TOTAL</b>		<b>1548185861.30</b>	<b>1595112585.81</b>
<b>II. ASSETS</b>			
<b>Non Current Assets</b>			
<b>(1) (a) Fixed assets</b>			
(i) Tangible assets	11	374201352.73	412053938.50
(ii) Intangible assets			
(iii) Capital work-in-progress			
(iv) Intangible Assets Under development			
(b) Non current investment	12		1231718.00
(c) Deferred tax assets (net)			2765283.36
(d) Long term loans & advances	13	2168058.33	6859157.10
(e) Other non-current assets	14	7339489.65	
<b>(2) Current Assets</b>			
(a) Current investments	15		
(b) Inventories	16	644652990.00	706599676.65
(c) Trade receivables	17	458586753.49	394967279.91
(d) Cash and cash equivalents	18	40825695.22	31577196.13
(e) Short-term loans and advances	19	20411521.88	39058336.16
(f) Other current assets	20	0.00	0.00
<b>TOTAL</b>		<b>1548185861.30</b>	<b>1595112585.81</b>

FOR AND ON BEHALF OF THE BOARD



*Rajesh Mehra*  
Rajesh Mehra  
Managing Director

*Renu Mehra*  
Renu Mehra  
Director

PLACE: MOHALI  
DATED: 31.07.2020

**ACTIVE CLOTHING CO LIMITED**  
**E-225, INDUSTRIAL AREA, PHASE-VIII-B, MOHALI**  
**CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2020**

[Rs.]

	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net Profit before extraordinary items and tax	10904418.08	40118671.15
Adjustments for :		
Depreciation and amortisation	43078939.88	64359378.00
Interest Expense	76585101.07	56640271.82
Interest income	(2572114.01)	(2233283.01)
	<u>117091926.94</u>	<u>118766366.81</u>
Changes in Working Capital	127996345.02	158885037.96
Adjustment for :		
(Increase)/Decrease in Trade and other receivables	(63619473.58)	(154947731.85)
(Increase)/Decrease in Inventories	61946686.65	(118285816.65)
Increase/(Decrease) in Trade Payables and other liabilities	(61489886.99)	(93765857.46)
	<u>64633671.10</u>	<u>(20582653.08)</u>
Cash generated from Operations		
Net income tax paid	2405154.00	6885820.00
Net cash flow from / (used in) operating activities	<u>62228517.10</u>	<u>(27468473.08)</u>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Fixed Assets	(5226354.11)	(11873558.00)
Proceeds from Tfr/sale of Fixed Assets	0.00	90000.00
Other non current assets	(480332.55)	9809073.30
Other Long Term Loans and Advances	597225.03	2101702.64
Other Short Term Loans and Advances	18646814.28	(683537.32)
Interest Received		
- Others	2572114.01	2233283.01
Net Cash used in investing activities	<u>16109466.66</u>	<u>2486963.63</u>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from issue of Share Capital (including Securities Premium)	0.00	0.00
Proceeds from Long Term Borrowings (Net)	(48931867.85)	(50989760.46)
Proceeds/Repayment from from Short Term Borrowings	56427484.25	143602100.14
- Other Long Term Liability	0.00	3750000.00
Interest Paid	(76585101.07)	(56640271.82)
Net Cash flow from /used in Financing Activities	<u>(69089484.67)</u>	<u>39722067.86</u>
Net Increase in cash and cash equivalents	9248499.09	14740558.41
Cash and cash equivalents at the beginning of the year	31577196.13	16836637.74
Cash and cash equivalents at the end of the year	<u>40825695.22</u>	<u>31577196.13</u>



FOR AND ON BEHALF OF THE BOARD

*Rajesh Mehra*  
Rajesh Mehra  
Managing Director

*Renu Mehra*  
Renu Mehra  
Director

PLACE: MOHALI  
DATED: 31.03.2020



# Active Clothing Co. Limited

To

Date: 31.07.2020

BSE Limited  
Listing Compliance  
P J Towers, Dalal Street,  
Mumbai - 400001, India

Subject: Declaration regarding Statutory Audit Report with unmodified opinion on Audited Financial Statements of the Company for the financial year ended 31.03.2020

Ref: Scrip Code 541144 (Active Clothing Co Limited)

Dear Sir,

Pursuant to Regulation 33 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 and SEBI Circular No. CIR/CFD/CMD/56/2016 dated 27<sup>th</sup> May, 2016, we hereby declare that the statutory auditors of the Company i.e M/s Jiwan Goyal & Co., Chartered Accountants (Firm Registration No. 012874N), have issued the Audit Report on Audited Financial statement of the Company for the financial year ended 31<sup>st</sup> March, 2020 with unmodified opinion.

Thanking You  
For Active Clothing Co Limited

*For Active Clothing Co. Limited*

*Rajesh Mehra*

Mg. Director/Director  
Managing Director  
Rajesh Mehra  
DIN:00026176





# Active Clothing Co. Limited

## Form-A

Pursuant to regulation 33(3) of the SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015

1. Name of Company	ACTIVE CLOTHING CO LIMITED
CIN	L51311PB2002PLC033422
Registered Office	Plot no. E-225, Phase-Viii B, Industrial Area, Focal Point, Mohali
Factory Works	Badali Ala, Singh, DisttFatehgarhSahib
Annual Financial Statement for the year Ended	31.03.2020
Type of Audit Observation	unmodified
Frequency of Observation	--

For Active Clothing Co Limited

*For Active Clothing Co. Limited*

Rajesh Mehra   
(Managing Director) *Mo. Director/Director*

Date: 31.07.2020

Place: Badali

REGISTERED OFFICE:  
Plot No. E-225, Industrial Focal Point, Phase 8 B  
SAS Nagar, Mohali 160059  
Punjab, India Phone: +91-172-6117300

FACTORY:  
Village Badali Ala Singh, Ghat Link Road  
District Fatehgarh Sahib 140403, Punjab India  
Phone: +91-1763-500000



# Active Clothing Co. Limited

## DISCLOSURE OF MATERIAL IMPACT OF COVID-19 PANDEMIC

Sr. No:	Particulars	Disclosures
1.	Impact of Covid-19 pandemic on the business	<p>This pandemic is effecting all including the biggest business houses across the Globe and Active Clothing Co Ltd cannot be isolated from the same. This will effect both the top line and the bottom line of business. However, the same cannot be quantified as Covid is still not over and is spreading in India like a wild fire.</p> <p>The company's manufacturing facilities remained shut from march 24<sup>th</sup>, 2020 in view of the lockdown announced by the Worthy Prime Minister but however was resumed after lifting of Lockdown restrictions. Company is making all efforts to fight the adversaries.</p>
2.	Ability to maintain operations including the factories/units/office spaces functioning and closed down	All activities at the offices were completely shut as per the orders of the Worthy Prime Minister and therefore no operations could be carried out. The compliances and payments were done as much as possible with the help of electronic media.
3.	Schedule if any, for restarting the operations	The company has resumed its operations and is optimizing the same, however the full operations have not been possible on account of the migrant labour leaving for home States.
4.	steps taken to ensure smooth functioning of operations	The company is taking utmost care of its staff and work force like sanitization, social distancing, mandatory mask wearing, and thermal check at the gate and maintaining proper hygiene.
5.	Estimation of the future impact of Covid-19 in its operations	April-June quarter of 2020 being lockdown months has adversely impacted both revenue & cash flow as the corona virus is spreading very fast. Future always being uncertain it is difficult to comment anything on the same till a drug to treat Corona Virus is finally out and marketable.
6.	Details of impact of covid-19 on listed entities:	
1)	Capital and financial resources	The company's capital and financing facilities are intact and there are no

REGISTERED OFFICE  
Plot No. E-325 Industrial Food Park, Phase 8 B  
SAS Nagar, Mohali 160059  
Punjab, India. Phone: +91-172-4313000

FACTORY  
Village Badal, Ais Singh, Ghis Link Road  
District Fatehgarh Sahib 140406, Punjab, India  
Phone: +91-1763-506000


*For more*



# Active Clothing Co. Limited

		liquidity concerns as of now. However the company is witnessing delay in receivables as shops, malls are not opening /attracting customers
ii)	Profitability	In view of the lockdown, the profitability during its quarter (April-June), 2020 is likely to be adversely impacted. As the business situation is very dynamic, the company is closely monitoring it and we shall put efforts to recover the lost business to the extent possible.
iii)	Ability to service debt and other financing arrangements	The company is working hard to uphold the financial commitments to support the business.
iv)	Internal financial reporting and control	Covid -19 not only affected the health of people across the globe and it has also caused severe disturbances in global economic environment which will have consequential impact on financial statement and reporting
v)	Demand for its product/services	There is a reduction in demand due to lockdown closure of shops/malls/customers preferring to stay indoors which we expect to improve in 2 <sup>nd</sup> quarter and normalize by 3 <sup>rd</sup> quarter.
vi)	Assets	The company's all current & fixed assets are fully insured & secured
vii)	Supply chain	Supply chain is being monitored to ensure availability of material. We have taken cash flow, capital expenditure and overhead control measure to smoothly manage our operations
viii)	Existing contracts/agreements where non fulfillment of the obligations by any party will have significant impact on the listed entity's business	We don't foresee such non-fulfillment presently
ix)	Other relevant material updates about the listed entity's business	

For Active Clothing Co. Limited

  
Managing Director / Director / Director  
Rajesh Mehra  
DIN:00026176

REGISTERED OFFICE:  
Plot No. E-225, Industrial Focal Point, Phase B B,  
SAS Nagar, Mohali 160009  
Punjab, India. Phone: +91 172 4313300

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