

# Active Clothing Co. Limited

Dated 15<sup>th</sup> May, 2018

To  
The Manager ,  
Department of Corporate Services ,  
BSE Ltd.  
Mumbai

**Active Clothing Co Limited enters into Flat knitted Shoe Uppers manufacturing with German Technology.**

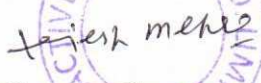
Mohali based Hi-End garment manufacturing and distribution Company Active Clothing Co Limited has secured technology from Germany's "STOLL" machines to manufacture "Shoes Uppers" from their existing "Stoll Machines" used for Sweaters. Stoll has agreed to give all the technical know - how to manufacture Flat Knitted Shoes Uppers to Active. This will be "Made in India" product substituting imports from Vietnam, Cambodia, China etc. The Government has recently increased the import duty on Shoes Uppers making the import unviable. Active will be the first Company to manufacture on "STOLL Technology" as presently there are two/three manufacturing entities using Chinese machines. The Company has the capacity to manufacture 50,000 pairs per month. The prospective customers are Puma, Adidas, Sketchers, Reebok, U.S. Polo, Bata, AJIO-Reliance, and other local shoe manufacturers etc. The Company has already secured an initial trial order of 5,000 pairs of shoes uppers from a leading Brand. The full year sale of Shoe uppers will add up to about Rs. 10 crores to Company' topline with an EBITDA margin of about 40 percent as per our estimate.

Active is already manufacturing for Brands like Levis, US Polo, Arrow, Izod, Benetton, Pepe Jeans, Ajio, Converse, Monoprix, Dunnes etc. and distributing garments for big brands like Levi's, Flying machine, Ed Hardy, Celio, US Polo – Undergarments, Hanes Under Garments etc.

The Company has recently also signed Master distribution contract with HANES AND U S Polo for their inner/comfort wears .

Thanking You,

For Active Clothing Co Limited.

  
Managing Director  
RAJESH MEHRA