

2020-21 25th ANNUAL REPORT



Head Office :

119/410, B-1, Darshanpurwa,
Kanpur - 208012 (U.P) India

Tel. : +91 512 2217553 Fax : +91 512 2296128





Jet Knitwears Ltd.



Unit :

Appachi Nagar, 3rd Street,
Kongu main road,
Tirupur - 641607 (T.N.)

 Shop online at: www.jetlycot.com •  e-mail : info@jetknit.com



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About Jet Knitwears Limited

Jet Knitwear Ltd was started in 1969 for the sole purpose of being one of the leading manufacturers of Cotton Hosiery products to deliver quality products. Over the years, with dedication and hard work we have managed to establish a strong marketing workforce and a Distributor & Wholesalers network along with more than 5000 retailers in our home base of Uttar Pradesh.

The result of commitment and hard work led us to be pioneers in our field by being awarded by the Government of India several times on the basis of our Quality products, Research and Development and Entrepreneurship. Our long standing tradition of excellence coupled with diligent service and unwavering commitment towards our customers has earned us their trust in such a way that we command a market share of 45%-50% in the markets where we have a presence.

Our in-house facilities conjoined with our experience in the industry have enabled us to develop and deliver breakthrough products that have helped us to win our customers trust. This trust has made our customers Brand Loyal to an extent wherein generations of our customers and consumers are associated with us. To ensure absolute professionalism in our work ethics our Company has the following work policies:

- 1-कर्म में आस्था
- 2-उत्पादन प्रक्रिया में निरन्तर सुधार
- 3-उचित मूल्य पर उच्चतम उत्पाद
- 4-ग्राहक की संतुष्टि

Company's Strategy

- **Purpose:** To be a leader in the Hosiery Undergarments and Casual Wears by providing enhanced services, relationship and profitability.
- **Vision:** To provide quality services that exceeds the expectations of our esteemed customers.
- **Mission statement:** To build long term relationships with our customers and clients and provide exceptional customer services by pursuing business through innovation and advanced technology.
- **Core values:**
 - We believe in treating our customers with respect and faith.
 - We grow through creativity, invention and innovation.
 - We integrate honesty, integrity and business ethics into all aspects of our business functioning
- **Goals:**
 - To build good reputation in the field of Hosiery Undergarments and Casual Wears and become a key player in the industry.
 - Regional expansion in the field of Hosiery Undergarments and Casual Wears and develop a strong base of key customers.



MANAGING DIRECTOR'S MESSAGE



Dear Shareholders

It is my privilege to present to you the 25th Annual Report of your Company's performance for the Financial Year 2020-21. Ever since we commenced our journey, our prime focus has been to be a part of every Indian household with a differentiated portfolio of brands. For nearly past two decades, we are pursuing this vision, and have crossed many milestones along the way.

The past fiscal year was an extraordinarily challenging year for everyone. It was an unprecedented year that brought forth disruption in all areas of the industry, through which emerged the concept of a new normal. The Governments around the world, including in India have responded to the challenge through a combination of public restrictions, isolations and vaccinations along with various other initiatives and schemes.

As we renewed our operations post lockdown, we displayed great resilience, agility and responsiveness in our operations. It is our abiding belief that true growth lies in moving forward together. Extensive steps at various levels are being undertaken to safeguard and protect the employees and ensure business continuity. This helped us survive the pandemic and find opportunities in times of adversity. Our passion was displayed by our workforce who worked relentlessly in the time of crisis to ensure that our customers received the best of our products and services. I applaud all my colleagues and staff at office who have kept up the workplace morale and rhythm during these harsh times. Company is strictly following all the guidelines issued by the regulatory authorities and is in compliance with the norms to operate its manufacturing operations.

Market disruption was tackled efficiently through innovation and digitalization along with a gamut of new products that focused on health and hygiene, the need of the hour. Further, the management has also formed a view to venture in the field of pharmaceuticals, detergent and agricultural products which have tremendous potential and business prospects in coming times. This will certainly prove to be crucial step in order to enable the Company to capitalize on the business opportunities in the above sectors in coming times and also expand the scope of Company's operations.



As we enter into a new fiscal year, yet again we were struck down with the second wave of the pandemic, and with even more severe aftermaths this time. Further, according to various researches, there is also expectancy of the third wave of Covid-19 may hit India in the month of August end/September. Thus, the outlook for the remainder of this financial year also remains very uncertain at this time. Despite all the odds and adversities, we aim to continue our operations with agility, progressing towards excellence with ultimate passion and a renewed sense of purpose. We are committed to cater to the needs of our stakeholders with innovative solutions and go a step beyond our operations to contribute significantly to the well-being of our environment and community. I maintain a positive outlook and pray that with the grace of almighty, together we shall come out of this crisis.

We often interact closely with our stakeholders to understand their needs and help them stay safe during this ongoing pandemic. By adapting to agile and flexible work structure, embracing efficient working capital management, and expanding our current market segments, we endeavour to create value for our stakeholders at each step. We being a regional brand, to be able to survive and sustain in this highly volatile and competitive business arena is no small achievement.

As you all already know that your company is having a strong network of a mix of Dealers, Wholesalers and Retail sales Depots. These Retail sales Depots serves the end consumer directly by giving them service over their counters. Our new Brand of casual wear section, “LYCOT AUSTRALIA CLOTHING” launched previous year is gradually gaining recognition in the market. The product is being marketed throughout the marketing field of the Company as well as on online platforms along with all the other products which your company produces. To support future growth and to give boost to clothing segment we will add more items like Shirts in the range in near future. Your Company is also trying its best efforts to expand its market in other states of the Country to boost up its sales.

Our Directors, Executives, Managers, Employees work as a team to achieve good practices and with these new guidelines, we vow to work with more zeal and confidence.

On behalf of the Board, I would like to extend my sincere thanks to the management team, employees, dealers, customers, suppliers and all other stakeholders for their commitment in the performance during the year. I wish the Jet Knitwears Limited team the very best to continue to operate safely and effectively manage the uncertainties that lies ahead of us.

Finally, I thank you for your continued trust, confidence and support.

Warm Regards

(Balram Kumar Narula)
Managing Director



CORPORATE INFORMATION

BOARD OF DIRECTORS& MANAGEMENT

Mr. Balram Kumar Narula
Managing Director

Mr. Rakesh Kumar Narula
Whole Time Director

Mr. Anil Kumar Narula
Whole Time Director

Mrs. Dinesh Parashar
Non-Executive Director

Mr. Ramesh Chandra
Independent Director

Mr. Ashok Chandra Bajpai
Independent Director

Mr. AnkurNarula
Chief Financial Officer

Mr. Vishesh Tiwari
Company Secretary And Compliance Officer

AUDITORS

- **Statutory Auditor**
Rajiv Mehrotra& Associates
Chartered Accountants
- **Internal Auditor**
SPK & Co. Chartered Accountants
- **Secretarial Auditor**
CS GopeshSahu, Practicing Company Secretary

BANKERS

- HDFC Bank Ltd
- State Bank of India
- Bank of Baroda

WORKS

- 57-A, Dada Nagar, Kanpur- 208022
- 26A, Appache Nagar, Kongu Main Road
Tirupur- 641607

REGISTRAR AND SHARE TRANSFER AGENT

Big Share Services Pvt Ltd
E2/3, Ansa Industrial Estate,
Sakivihar Road,
Sakinaka, Andheri(E),
Mumbai - 400072
SEBI Registration No: INR000001385

REGISTERED OFFICE

119/410-B-1 DarshanPurwa Kanpur
Uttar Pradesh - 208012

Website: www.jetlycot.com

Email ID: info@jetknit.com
compliance@jetknit.com

Tele No. : 0512-2217553,
0512-2296128

BRANCH OFFICE

26A, Appache Nagar, Kongu Main Road,
Tirupur-641607, Tamil Nadu.

Email ID: info@jetknit.com,
anilknarula@gmail.com

Tele No : 0421-2224014



HIGHLY RECOGNIZED AWARDS WON

INTERNATIONAL AWARD



INTERNATIONAL
QUALITY CROWN AWARD 2008



EXPORT AWARD



EXPORT AWARD
2003-2004

NATIONAL AWARDS



ALL INDIA 1st QUALITY NATIONAL AWARD
IN UNDERGARMENTS 2011



1994
ENTREPRENEURSHIP
AWARD



2001
SMALL SCALE QUALITY
AWARD



2003
RESEARCH & DEVELOPMENT
AWARD



2007
RAJEEV GANDHI QUALITY
AWARD



2007
QUALITY PRODUCTS
AWARD



2008
RAJEEV GANDHI QUALITY
AWARD



2009
QUALITY PRODUCTS
AWARD

STATE AWARDS



2012-2013
QUALITY PRODUCTS
HOSIERY/GARMENTS



2013-2014
QUALITY PRODUCTS
MANUFACTURING SECTOR



2014-2015
QUALITY PRODUCTS
MANUFACTURING SECTOR



2016-2017
QUALITY PRODUCTS
GARMENTS SECTOR



2017-2018
QUALITY PRODUCTS
HOSIERY/GARMENTS

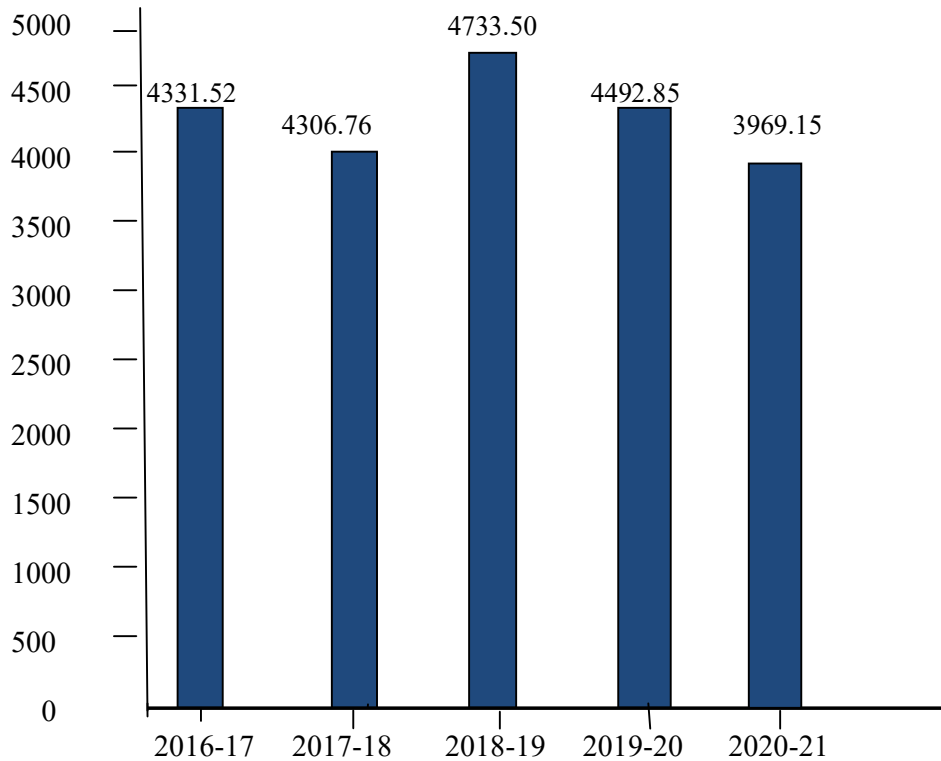
WWW.JETLYCOT.COM



PERFORMANCE TRENDS

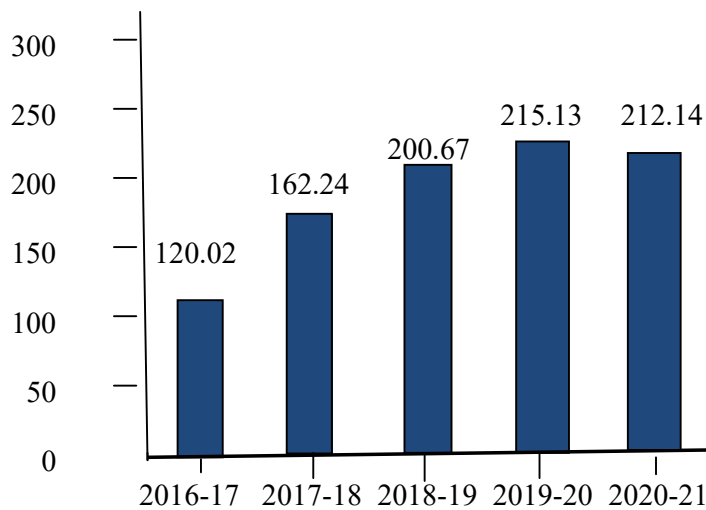
GROSS INCOME

(₹ InLakhs)



PROFIT BEFORE TAX

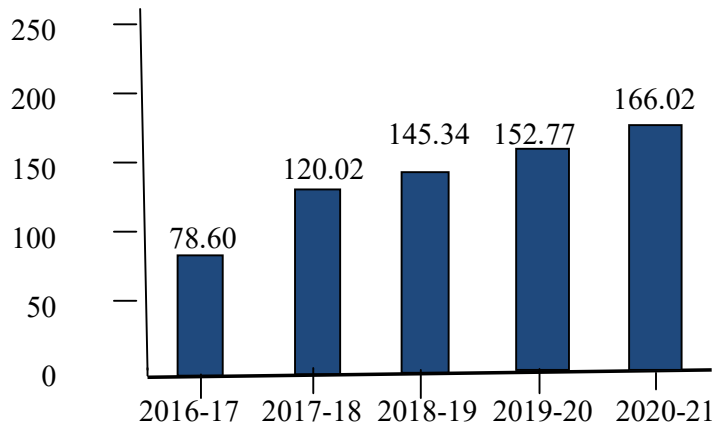
(₹ InLakhs)





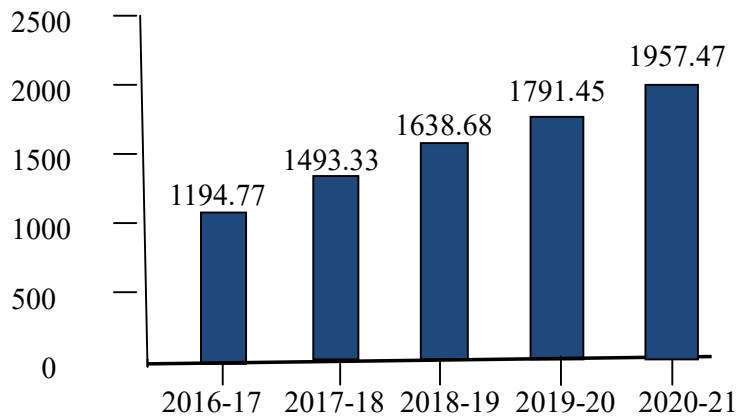
PROFIT AFTER TAX

(₹ In Lakhs)

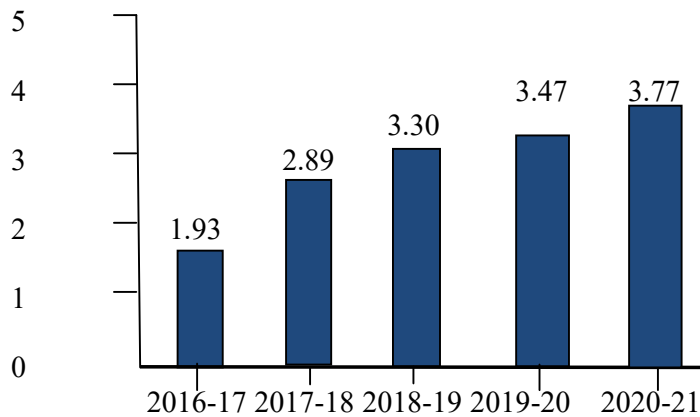


NET WORTH

(₹ In Lakhs)



EARNING PER SHARE (₹)





DIRECTORS' REPORT

To
The Members of
JET KNITWEARS LIMITED

Your Directors are pleased to present the 25th Annual Report on the business and operations of Jet Knitwears Limited (the Company or 'JKL') along with the Audited Financial Statements for the Financial Year ended March 31, 2021.

1. FINANCIAL SUMMARY

The Company's standalone financial performance for the year ended 31st March, 2021 is summarized as below:

Particulars	(₹ In Lakhs)	
	2020-21	2019-20
Total Revenue	3966.46	4492.85
Earning before Finance Costs, Depreciation and amortization Expenses and Taxes	361.14	395.94
Less: Finance Cost	96.01	120.59
Less: Depreciation & Amortization Expenses	52.99	60.22
Profit/ Loss before Tax	212.14	215.13
Less: Tax Expense (including deferred tax and tax adjustment of earlier years)	46.12	62.36
Profit After Tax	166.02	152.77
Add: Balance of profit brought forward	690.84	538.07
Less: Appropriations	-	-
Transfer to General Reserve	-	-
Income Tax Adjustment (Net)	-	-
Balance at end of the Year	856.86	690.84

2. STATE OF COMPANY AFFAIRS

The major highlights pertaining to the business and operations of the Company for the year 2020-21 are given below:

- The Revenue from operations declined to ₹3966.46 Lakhs as against ₹4492.80 Lakhs in the previous year showing a decline of 11.71%.
- The Profit before tax is ₹212.14 Lakhs as compared to ₹215.13 Lakhs in the previous year thereby showing the decline of about 1.39%.
- The EBITDA declined to ₹361.14 Lakhs from ₹ 395.94 Lakhs in the previous year and thus showing a fall of about 8.84%.
- The Profit after tax for the year stood at ₹166.02 Lakhs as compared to ₹152.77 Lakhs for the previous year thereby showing *growth of about 8.50%*.
- The Earning per Share has also escalated to ₹3.77 as against ₹3.30 in the Previous Year.



3. IMPACT OF COVID 19 ON OPERATIONS

In fiscal 2020, the COVID -19 pandemic first broke globally and in India, thereby causing significant disturbance and slowdown of economic activities. The manufacturing operations of the Company remained temporarily suspended during major part of first quarter of FY 20-21 as per the directives of the Government, keeping in mind the paramount need of safety of the work force and employees. JKL reacted swiftly by providing the required support to the workforce, clients and the community and staying in constant touch with the local authorities, sharing timely updates with the employee base, to enabling the near-seamless transition to the remote mode of work – by the end of the second quarter your Company was able to scale up its efforts and restored normalcy of operations.

Nationwide lockdown during the year in different parts of the country disrupted both production and retail sales, as a result sales fell sharply during the ongoing pandemic, even as consumers cut back their spending. Further, the restricted logistics arrangement coupled with migration of labour & slowdown of overall demand also been a factor for lower capacity utilisation. The manufacturing operations of the Company are still being conducted in compliance with the relevant guidelines / advisory issued by the central government and state authorities, for taking necessary measures for the containment of COVID-19, including measures like maintaining social distancing.

Looking at the present situation of pandemic, the extent to which the same will impact Company's future financial results is still uncertain and will depend on future developments. The Management anticipates slowdown for the textile sector over all in the short term due to the pandemic, and is also keeping a close watch on any other possible impacts of third or future waves of the pandemic. The Board and the Management will continue to closely monitor the situation as it evolves and do its best to take all necessary measures, in the interests of all stakeholders of the Company.

4. GROWTH STRATEGY

Amid Covid crisis, in order to turn obstacles into opportunity, your Company has taken following measures during the financial year 2020-21:

- a) We have started to manufacture Face Protection Mask and further decided to add the same in its product line.
- b) Your Company also gave the rights for usage of its brand name / Logo to Venus Knitwears Company Private Limited, a group company promoted by the same promoter group of Jet Knitwears Ltd. and the assignee Company shall use the brand name or logo in promotion and marketing of hygiene products and shall be paying royalty fees to the company as per agreed terms and conditions against such usage.
- c) Further, the management has also considered future business prospects in the field of pharmaceuticals, detergent and agricultural products which have tremendous potential in coming times. Thus, in order to capitalize on the business opportunities in the above sectors in coming times, necessary alterations in the Main Object Clause of the MOA have also been made during the year by passing the special resolution through Postal Ballot.



5. SUBSIDIARY / ASSOCIATE COMPANY / JOINT VENTURE

Company does not have any Subsidiary / Associate Company. There were no Joint Ventures entered into by the Company during the financial year 2020-21.

6. DIVIDEND

Keeping in view the current economic uncertainties and the anticipation of possible impacts of third or future waves of the pandemic your directors consider it prudent to plough back the profits and not to recommend any dividend for the financial year 2020-21.

7. RESERVES

The Company has not transferred any amount to its reserves, the details in respect of which can be verified from the audited financial statement forming part of this report.

8. SHARE CAPITAL

During the year under review, your Company's Authorised Share Capital remained unchanged at ₹ 65 Crore (Rupees Sixty Five Crore Only) comprising 6,50,00,000 Equity Shares of ₹ 10 each. The Paid up Equity Capital as at March 31, 2021 remained at ₹ 4,40,72,000.

9. COMPOSITION OF BOARD

The Board of Directors of the Company has an optimum composition of Executive, Non-Executive and Independent Directors in compliance with the provisions of Companies Act, 2013 and SEBI (LODR) Regulations, 2015. As on March 31, 2021, Board of Directors comprise of 6 Directors out of which 3 are Executive Directors 1 is Non Executive Non-Independent Woman Director and 2 are Non Executive Independent Directors which is in compliance with the provisions of Companies Act, 2013. All Independent Directors are eminent persons and bring a wide range of expertise and experience to the Board thereby ensuring the best interest of stakeholders and the Company. Following persons comprise the Board:

Category	Name of Director
Executive Directors	Mr. Balram Kumar Narula
	Mr. Anil Kumar Narula
	Mr. Rakesh Kumar Narula
Non-Executive Non-Independent Director	Mrs. Dinesh Parashar
Non-Executive Independent Director	Mr. Ramesh Chandra
	Mr. Ashok Chandra Bajpai

10. DECALARATION BY INDEPENDENT DIRECTORS

The Company has received necessary declarations from Mr. Ramesh Chandra, and Mr. Ashok Chandra Bajpai, Independent Directors of the Company confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 ("Act") and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"). In the opinion of the Board, they fulfill the conditions of independence as specified in the Act and the Listing Regulations and are independent of the Management.



11. BOARD MEETINGS

The Board of Directors met 6 times during the financial year 2020-21. The meetings were held on *July 24, 2020, August 26, 2020, September 22, 2020, November 11, 2020, December 08, 2020 and March 22, 2021*. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013.

Further, the Independent Directors of the Company met once during the year on *February 20, 2021* to review the performance of the Executive Directors of the Company and performance of the Board as a whole.

12. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Changes in Directors / KMP:

During the year, the term of Mr. Ramesh Chandra and Mr. Ashok Chandra Bajpai, Independent Directors of the Company expired on July 31, 2020, while that of Mrs. Dinesh Parashar, Non-executive Non-Independent Woman Director of the Company expired on August 31, 2020. Accordingly, the aforesaid Directors were re-appointed as Additional Directors in the respective category w.e.f. July 24, 2020 and thereafter their appointment was regularized by the shareholders of the Company at the 24th AGM held on September 30, 2020.

Further, Ms. Divya Saxena tendered her resignation from the Office of Company Secretary and Compliance Officer w.e.f. April 30, 2021. Subsequent to her resignation, Mr. Vishesh Tiwari was appointed as the Company Secretary and Compliance Officer of the Company.

Retirement by Rotation:

Pursuant to the provisions of Section 152 of the Companies Act, 2013 read with Rules made thereunder and the Articles of Association of the Company, Mr. Anil Kumar Narula (DIN: 00274462), Whole Time Director of the Company, is liable to retire by rotation at ensuing Annual General Meeting and being eligible has offered himself for re-appointment. The Board recommends his re-appointment.

Profile of the Director seeking re-appointment is given in the Statement under Section 102 of the Companies Act, 2013 to the Notice of the ensuing AGM of the Company.

13. COMMITTEES OF THE BOARD & THEIR MEETINGS

The Company has constituted various committees for the smooth functioning of the Board. The composition of all Board Committees is in accordance with the provisions of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015. Details of committees are as given below:

Audit Committee

Audit Committee of the Company comprises of two Independent Directors and one Executive Director with Chairman being an Independent Director as required under Section 177 of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

During the Financial Year 2020-21, Members of Audit Committee met 5 times. Audit Committee Meetings held on *July 24, 2020, August 26, 2020, September 22, 2020, November 11, 2020, and March 09, 2021*. The representatives of Statutory Auditors & Internal Auditors, Executives from Accounts & Finance Department are invited to the meetings of the Committee, as and when required. The Internal Auditor reports directly to the Committee. The Company Secretary acts as the secretary of the



Committee. The composition of Audit Committee as on March 31, 2021 and the details of Members attendance at the meetings of the Committee are as under:

Name of Members	Category	Meetings attended
Mr. Ramesh Chandra	Chairman (Independent Director)	5
Mr. Ashok Chandra	Member (Independent Director)	5
Mr. Balram Kumar Narula	Member (Executive Director)	5

All the members of Audit Committee have the requisite qualification for appointment in the Committee and possess sound knowledge of finance, accounting practices and internal controls.

Nomination and Remuneration Committee

The Nomination and Remuneration Committee of the Company comprises of two Independent Directors and a Non-Executive Non-Independent Director with the Chairman being an Independent Director which meets with the requirements of Section 178 of the Act read with SEBI (LODR) Regulations, 2015. The Company Secretary of the Company acts as the secretary of the Committee.

The members of Nomination and Remuneration Committee met 1 time during the Financial Year 2020-21 on July 24, 2020. The composition of Nomination and Remuneration Committee as on March 31, 2021 and the details of Members attendance at the meeting of the Committee are as under:

Name of Members	Category	Meetings attended
Mr. Ramesh Chandra	Chairman (Independent Director)	01
Mr. Ashok Chandra Bajpai	Member (Independent Director)	01
Mrs. Dinesh Parashar	Member (Non-Executive Director)	01

Stakeholders Relationship Committee

The Stakeholders Relationship Committee of the Company comprises of three Members, out of which two are Independent Directors and one is Executive Director with Chairman being an Independent Director. The composition of the Committee meets with the requirements of Section 178 of the Act read with SEBI (LODR) Regulations, 2015. The Company Secretary of the Company acts as the secretary of the Committee.

During the Financial Year 2020-21, four Committee Meetings were held on *July 24, 2020, August 26, 2020, November 11, 2020, and March 09, 2021*. The composition of the Stakeholders Relationship Committee as on March 31, 2021 and the details of Members attendance at the meetings of the Committee are as under:

Name of Members	Category	Meetings attended
Mr. Ashok Chandra Bajpai	Chairman (Independent Director)	04
Mr. Ramesh Chandra	Member (Independent Director)	04
Mr. Rakesh Kumar Narula	Member (Executive Director)	04



Committee of Directors

The Board of Directors of the Company has constituted a committee for considering those matters which are not mandatorily required to be taken up in duly convened Board Meetings specified under the provisions of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

The committee is constituted to take decisions pertaining to day to day business activities of the Company more promptly and to take all the decisions for which board meeting is not specifically required to be conducted as per the provisions of Section 179 of the Companies Act 2013, or other provisions, if any, rules made there under, subject to any amendment, re-enactment or modification thereof. During the Financial Year ended as on March 31, 2021, Four (4) Meetings of Committee of Directors were held on *September 17, 2020, October 17, 2020, January 05, 2021 and March 12, 2021*. The composition of the Committee of Directors as on March 31, 2021 and the details of Members attendance at the meeting of the Committee are as under:

Name of Members	Category	Meetings attended
Mr. Balram Kumar Narula	Chairman	04
Mr. Rakesh Kumar Narula	Member	04
Mr. Ramesh Chandra	Member	04

14. EVALUATION OF BOARD'S PERFORMANCE

The Board and the Nomination and Remuneration Committee reviewed the performance of the individual Directors on the basis of the criteria and framework adopted by the Board. In addition, the performance of Board as a whole and Committees were evaluated by the Board after seeking inputs from all the Directors based on various criteria.

Further, in a separate meeting of Independent Directors, performance of Non-Independent Directors, performance of Board as a whole and performance of the Chairman was evaluated, considering the views of the Executive Directors and Non-Executive Directors. The manner in which the evaluation has been carried out has been explained in Nomination & Remuneration Policy. The policy is available on the website of the Company i.e. www.jetlycot.com.

15. REMUNERATION POLICY

The Company has a Policy relating to appointment of Directors, payment of Managerial Remuneration, Director's qualification, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015 and is available on the Company's Website (<http://jetlycot.com/policy-of-nomination>).

16. RISK MANAGEMENT POLICY

The Company has business Risk Management framework to identify and evaluate business risks and opportunities. This framework seeks to create transparency, minimize adverse impact on its business objectives and enhance its competitive advantage. It defines the risk management approach across the Company at various levels including the documentation and reporting. Audit Committee of the Company has been entrusted with responsibility to assist the Board in following matters:

- (a) Overseeing the Company's Risk Management process and controls, risk tolerance and Capital Liquidity and funding



(b) Setting Strategic plans and objectives for Risk Management and review of Risk Assessment of the Company

(c) Review of the Company's risk appetite and strategy relating to key risks, including credit risk, liquidity and funding risk, product risk and reputational risk as well as the guidelines and processes for monitoring and mitigating such risks.

During the period under review, the Company has not identified any element of risk which may threaten its existence or are very minimal.

17. WHISTLE BLOWER POLICY AND VIGIL MECHANISM

The Company has adopted a Whistle Blower Policy establishing Vigil Mechanism, to provide a formal mechanism to the Directors and employees to report their concerns about unethical behaviour, actual or suspected fraud or violation of the Company's Code of Conduct. This Policy provides adequate safeguards against victimization of employees who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee. It is affirmed that no personnel of the Company has been denied access to the Audit Committee. The Policy of Vigil Mechanism is available on the Company's Website (<http://jetlycot.com/whistle-blower>)

18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The Company has not given any Loans or Guarantees covered under the provisions of Section 186 of the Companies Act, 2013. The details of the investments made by the Company is stated in the notes to audited financial statements.

19. INTERNAL FINANCIAL CONTROLS SYSTEM

The internal control systems commensurate with the size, scale and complexity of the operations of the Company. These have been designed to provide reasonable assurance with regard to recording and providing reliable financial and operational information, complying with the applicable statutes, safeguarding assets from unauthorized use, executing transactions with proper authorisation, and ensuring compliance with corporate policies.

The Audit Committee of the Board of Directors, comprising of Independent Directors, reviews the effectiveness of the internal control system across the Company including annual plan, significant audit findings and recommendations, adequacy of internal controls and compliance with accounting policies and regulations.

20. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

Your Company did not have any funds lying unpaid or unclaimed which were required to be transferred to Investor Education and Protection Fund (IEPF) under section 125 of Companies Act, 2013.

21. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management's Discussion and Analysis Report for the year under review, as stipulated under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), is presented in a separate section, forming part of the Annual Report.



22. HUMAN RESOURCES

The Company believes that people are its most valuable assets. To this extent, the Company provides a fair and inclusive environment that promotes new ideas, respect for the individual and equal opportunity to succeed. Experience, merit and performance, leadership abilities, strategic vision, collaborative mindset, teamwork and result orientation are actively promoted and rewarded through an objective appraisal process.

The number of people employed as on March 31, 2021 was 49 (March 31, 2020 was 49). Your Company wishes to put on record its deep appreciation of the co-operation extended and efforts made by all employees.

23. CORPORATE SOCIAL RESPONSIBILITY

The provisions of section 135 of the Companies Act 2013 are not applicable to the Company, hence it was not required to constitute CSR Committee or to formulate CSR Policy in this regard. However, your Company keeps on contributing towards the social welfare schemes of social organization on voluntarily basis.

24. PARTICULARS OF EMPLOYEES

Disclosure with respect to the remuneration of Directors and employees as required under Section 197 (12) of Companies Act, 2013 and Rule 5(1) Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 has been appended as 'ANNEXURE-I' to this Report.

25. MATERIAL CHANGES BETWEEN THE DATE OF THE BOARD REPORT AND END OF FINANCIAL YEAR:

There have been no material changes and commitments, which affect the financial position of the Company which have occurred between the end of the financial period to which the financial statements relate and the date of this Report.

26. AUDITORS AND THEIR REPORT

Statutory Auditor

In terms of the provisions of Section 139 of the Companies Act, 2013, read with provisions of the Companies (Audit and Auditors) Rules, 2014 as amended from time to time, M/s. Rajiv Mehrotra & Associates, Chartered Accountants, (FRN: 002253C) Kanpur, were appointed as the Statutory Auditors of the Company in the Annual General Meeting held on 29.09.2017 to hold office till the conclusion of the 26th Annual General Meeting of the Company.

The Members may note that consequent to the changes made in the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 by the Ministry of Corporate Affairs (MCA) vide notification dated 7 May 2018, the proviso to Section 139(1) of the Companies Act, 2013 read with explanation to sub-rule 7 of Rule 3 of the Companies (Audit and Auditors) Rules, 2014, the requirement of ratification of appointment of Auditors by the Members at every AGM has been done away with. Therefore, the Company is not seeking any ratification of appointment of M/s. Rajiv Mehrotra & Associates, Chartered Accountants, (FRN: 002253C) as the Auditors of the Company, by the Members at the ensuing AGM.

The Company has received a certificate from M/s. Rajiv Mehrotra & Associates, Chartered Accountants, (FRN: 002253C) confirming their eligibility to continue as Auditors of the Company in



terms of the provisions of Section 141 of the Companies Act, 2013 and the rules framed there under. They have also confirmed that they hold a valid certificate issued by the Peer Review Board of the Institute of Chartered Accountants of India as required under the provisions of Regulation 33 of the Listing Regulations.

Audit Report

The notes on financial statement referred to in the Auditor's Report are self-explanatory. No frauds are reported by the Auditors which fall under the purview of sub section (12) of Section 143 of the Companies Act 2013. Further, Disclaimer of Opinion is made by the Auditor in its Audit Report. Details of which are as follows:

Basis for Disclaimer opinion in the Statutory Audit Report: The company's trade receivables (classified as unsecured and considered good by the management) are carried at Rs. 16,99,93,038 out of which Rs. 8,77,46,531 are outstanding for a period more than six months, which is abnormally high as compared to the turnover of the company. We have also not received confirmations from many of these parties, which however as per the management of the company is recoverable. As a result of these matters and also owing to the economic uncertainty created by world-wide pandemic COVID-19, we were unable to determine whether any adjustments might have been found necessary in respect of recorded amount of Trade Receivables and the elements making up the statement of Profit and Loss and statement of cash flows.

Response to Audit Observation

The Board of Directors of the company furnish following response to the Disclaimer of Opinion made by the Auditor in their Report dated June 28, 2021 for the Standalone Financial Statements for the year ended March 31, 2021:

As per the management the trade receivables are considered good and are recoverable in nature. The Management is making full efforts to recover these trade receivables. Further as is evident, despite being such odd industry conditions during the year, the trade receivables outstanding for a period exceeding six months have been reduced by around Rs.100 lakhs. Hence, management does not believe there is any material financial impact of the audit qualification.

Internal Auditor

M/s SPK & Co. Chartered Accountants, a reputed firm of Chartered Accountants, is the Internal Auditors of the Company. The Audit Committee of the Board in consultation with the Internal Auditor formulates the scope, functioning, periodicity and methodology for conducting the internal audit.

Secretarial Auditor

The Board had appointed Mr. Gopesh Sahu, Practicing Company Secretary, Proprietor of CS Gopesh Sahu, Practicing Company Secretaries, Membership No. 7100 and C.P. No. 7800 to undertake the Secretarial Audit of the Company for the year ended March 31, 2021.

The Secretarial Audit Report for the financial year ended March 31, 2021 annexed herewith is marked as **Annexure II** to this Report. The Secretarial Audit Report does not contain any qualification, however, following observation has been made by the Secretarial Auditor in his report:

The outcome of the Board Meeting held on 22nd September, 2020 was not intimated to the Stock Exchange which in the opinion of management was not a material event required to be reported under SEBI (LODR) Regulation 2015.



Response to Audit Observation

The matters discussed at the Board meeting held on September 22, 2020 were the part of the ordinary course of the business and were not considered to be material to be reported as per the criteria for determination of materiality of events/ information as prescribed in the SEBI Listing Regulations in the opinion of the Board. We confirm that:

- a) the omission of the event is not likely to result in discontinuity or alteration of event
- b) the omission of the event is not likely to result in significant market reaction

Cost Audit

The provisions of Section 148 of the Companies Act 2013 read with the Companies (Cost and Audit) Rules, 2014 and Rule 14 of the Companies (Audit and Auditor) Rules, 2014 are not applicable to the Company.

27. CHANGE IN THE NATURE OF BUSINESS

There were no changes in the nature of business activities pursued by the company, however during the year under review, in order to expand the scope of Company’s operations and future business prospects in the field of pharmaceuticals, detergent and agricultural products which have tremendous potential and business prospects in coming times, the management has formed a view to venture in these segments in near future.

Since, your Company is mainly engaged into manufacturing and trading of hosiery garments, these activities were not covered in the main objects of the MOA of the Company. Thus, the main object clause of the MOA was amended with the approval of the Shareholders by passing the special resolution through Postal Ballot, thereby adding 4(Four) new clauses after existing clause III(A)(3). The operations in the new line of activities are yet to be commenced in near future.

28. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

Information in accordance with the provisions of Section 134 read with the Companies (Accounts) Rules, 2014 regarding conservation of energy, and technology absorption are furnished hereunder:

Conservation of Energy

S.No	Particulars	Details
1.	The steps taken or impact on conservation of energy	<p>a) The Company uses indigenous winch machines for processing hosiery cloth which uses lower horse power as per industry norms.</p> <p>b) The Company uses more energy efficient IRO knitting machines which consumes less power than ordinary traditional knitting machines.</p> <p>The Company continually takes steps to absorb and adopt the latest technologies and innovations in the Garment Industry. These initiatives should enable the facilities to become more efficient and productive as the company expands, thus helping to conserve energy.</p>



2.	The steps taken by the Company for utilizing alternate sources of energy	The Company has solar units which are helpful to reduce the consumption of electricity from the grid and your Company is in the course of assessing more efficient alternate source of energy suitable for our business operation.
3.	The capital investment on energy conservation equipment's	As per financial statement

Technology Absorption, Adaption and Innovation

S.No	Particulars	Details
1.	The efforts made towards technology absorption	A) The Company absorbs and adapts the modern technologies on a continuous basis to meet its specific products needs from time to time. Innovation in process control, product development, cost reduction and quality improvement are being made on a continuous basis looking to the market requirements. B) The Company reuses the water utilized in processing of cloth which results in conserving the water. The Company has installed proper plants for the reuse of said water. The industry norm wash 1 kg of hosiery cloth and our standard machines. The Company is having “Effluent Treatment Plant” to process the effluent in water subsequent to which some of the water is reused.
2.	The benefits derived like product improvement, cost reduction, product development or import substitution	Certified skin friendly and anti bacterial undergarments by IIT, Kanpur. Cost savings by improvement of design & up gradation of products & process is Company's continuous effort.
3.	In case of imported technology (imported during the last three years reckoned from the beginning of the financial year): - a) The details of technology imported: b) The year of import c) Whether the technology been fully absorbed d) If not fully absorbed areas where absorption has not been taken place and the reasons thereof	The Company has not imported any technology during the last three years reckoned from the beginning of the financial year. N.A N.A N.A N.A
4	The expenditure incurred on Research and Development.	During the year under review the Company has not incurred any material amount of expenditure on research and development activity in Company. As the most of the production work is done from job work.



Foreign exchange earnings and outgo

During the financial year 2020-21 under review, the foreign exchange earnings and outgo is NIL.

29. ANNUAL RETURN

The draft Annual Return of the Company for the year ended on March 31, 2021, as approved by the Board is available on the Company's website and can be accessed at https://www.jetlycot.com/annual_reports. Please, also note that in accordance with the provisions of the Companies Act, 2013, the final annual return will be hosted on website of the Company at the given link after the conclusion of AGM and requisite certifications.

30. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

All contracts/ arrangements/ transactions entered by the Company during the FY 2020-21 with related parties were on an arm's length basis and in the ordinary course of business. There were no material related party transactions (RPTs) undertaken by the Company during the year that require shareholders' approval under Regulation 23(4) of the SEBI Listing Regulations or Section 188 of the Act. The approval of the Audit Committee was sought for all RPTs. All the transactions were in compliance with the applicable provisions of the Act and SEBI Listing Regulations.

Given that the Company does not have any RPTs to report pursuant to Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules, 2014 in Form AOC-2, the same is not provided.

A policy on related party transactions and dealing with related parties as approved by the Board has been posted on the company's website <http://jetlycot.com/related-party>

31. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Sexual Harassment of Women at work place (Prevention, Prohibition and Redressal) Act, 2013. A Complaint Redressal Committee has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this Policy. There is zero tolerance towards sexual harassment. Any act of sexual harassment invites serious disciplinary action. No complaints pertaining to Sexual Harassment were received during the Financial Year 2020-21.

32. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under section 134(3)(c) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, it is hereby confirmed that:

- i) That in the preparation of the annual accounts, the applicable accounting standards read with requirements set out under Schedule III to the Companies Act, 2013 have been followed along with proper explanation relating to material departures;
- ii) That such accounting policies as mentioned in Notes to the Financial Statements have been selected 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, 2021 and of the profit and loss of the company for the period ended on March 31, 2021;



- iii) That proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- iv) That the annual financial statements have been prepared on a going concern basis;
- v) That the proper internal financial controls were in place and that the financial controls were adequate and were operating effectively; and
- vi) Proper systems were devised to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

33. SHARE PRICE DATA

The details of monthly High Low Price(s) of shares of the Company on National Stock Exchange SME Platform are as under:

Month	High (in ₹)	Low (in ₹)
April' 2020*	-	-
May' 2020*	-	-
June' 2020	24.00	21.70
July' 2020	21.00	19.65
August' 2020	22.00	21.00
September' 2020	22.00	20.90
October' 2020	21.00	20.00
November' 2020	20.00	20.00
December' 2020	29.15	19.00
January' 2021	27.50	23.65
February' 2021	25.95	19.85
March' 2021	20.00	18.00

**Note: In the Month of April and May, there has been no trading in the Shares of the Company as per Historical Data in the NSE Site.*

34. DETAILS OF SPECIAL RESOLUTIONS PASSED THROUGH POSTAL BALLOT

During the year under review, your Company passed a special resolution through the postal ballot process as set out in the notice dated December 08, 2020. The MOA of the Company was altered in order to expand the scope of Company's operations and future business prospects in the field of pharmaceuticals, detergent and agricultural products in coming times and also to bring existing MOA of the Company in line with the provisions of the Companies Act 2013.

35. CORPORATE GOVERNANCE

Your Company is committed to maintain good Corporate Governance practices and is committed to the highest standards of compliance. Pursuant to the Regulations 15 (2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the compliance with the corporate governance provisions as specified in the Regulations 17 to 27 and clauses (b) to (i) of Regulations 46(2) and Para C, D, and E of Schedule V shall not apply to the Company, as the securities of the Company are listed on the SME Exchange (EMERGE platform NSE). Therefore, the Corporate Governance Report is not applicable to the Company.



36. SECRETARIAL STANDARDS

The Company complies with all the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

37. GENERAL

Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year under review.

- a) Details relating to deposits covered under Chapter V of the Companies Act 2013.
- b) Issue of equity shares with differential right as to dividend, voting or otherwise.
- c) Issue of shares (including sweat equity shares) to employees of the Company under any scheme save and except Employees' Stock Options Plan referred to in this Report.
- d) No significant or material orders were passed by the Regulators or Courts or tribunals which impact the going concern status and Company's operation in future.
- e) No fraud has been reported by the Auditors to the Audit Committee or the Board.

38. CERTIFICATE FROM A COMPANY SECRETARY IN PRACTICE

The certificate from a Company Secretary in Practice, stating that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of the companies by the Securities and Exchange Board of India / Ministry of Corporate Affairs or any such statutory authority, is enclosed to this Report as **Annexure III**.

39. ACKNOWLEDGEMENT

Your Directors wish to place on record its sincere appreciation for the assistance and co-operation extended by the employees at all level, customers, vendors, bankers and other associates and look forward to continue fruitful association with all business partners of the company. Your Directors are especially grateful to the shareholders for reposing their trust and confidence in the Company. Our consistent growth is only possible because of their hard work, solidarity, co-operation and support.

**For and on behalf of the
Board of Directors of Jet Knitwears Limited**

**Place: Kanpur
Date: August 26, 2021**

**(Balram Kumar Narula)
Managing Director
DIN: 00274566**

**(Rakesh Kumar Narula)
Whole Time Director
DIN: 00274483**



ANNEXURE-I

DISCLOSURE OF INFORMATION UNDER SECTION 197(12) OF COMPANIES ACT 2013 READ WITH RULE 5 OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

The information required under section 197(12) of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 including any statutory amendments, modifications, if any, are given below:

- (i) **Ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2020-21:**

S. No.	Name of Director	Designation	Ratio (Remuneration of each Director to Median Remuneration)
1	Balram Kumar Narula	Managing Director	7.634
2	Anil Kumar Narula	Whole Time Director	7.634
3	Rakesh Kumar Narula	Whole Time Director	7.634

- (ii) **Percentage increase in remuneration of each Director, Chief Financial Officer and Company Secretary or Manager, if any, in the financial year 2020-21:**

S. No.	Name	Designation	% Increase in remuneration
1	Balram Kumar Narula	Managing Director	25%
2	Anil Kumar Narula	Whole Time Director	25%
3	Rakesh Kumar Narula	Whole Time Director	25%
4	Ankur Narula	Chief Financial Officer	-
5	Divya Saxena	Company Secretary	-

Other than the Directors, there is no increment in remuneration paid to the CFO and Company Secretary. Further, Ms. Divya Saxena has resigned from her office w.e.f. April 30, 2021.

- (iii) The percentage increase/decrease in the median remuneration of employees in the financial year 2020-21: **(2.13%)**
- (iv) Number of permanent employees on the rolls of Company at the end of the financial year 2020-21 is **49**.
- (v) Average percentage increase / decrease made in the salaries of employees other than managerial personnel in the financial year i.e. 2020-21 was **(5.87%)**, whereas the increase in managerial remuneration for the year was **25%**.
- (vi) **Affirmation, that the remuneration is as per the remuneration policy of the Company:** It is hereby affirmed that the remuneration is as per the remuneration policy of the Company.

**For and on behalf of the
Board of Directors of Jet Knitwears Limited**

**(Balram Kumar Narula)
Managing Director
DIN: 00274566**

**Place: Kanpur
Date: August 26, 2021**



ANNEXURE -II

UDIN: F007100C000798836

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31.03.2021

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members
JET KNITWEARS LIMITED
Kanpur

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s **JET KNITWEARS LIMITED (CIN: L19101UP1996PLC019722)** (hereinafter called the company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31st March, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by M/s **JET KNITWEARS LIMITED** for the financial year ended on 31st March, 2021 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Securities and Exchange Board of India (Listing Obligation And Disclosure Requirements) Regulations, 2015 and the rules made there under;
- (iv) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (v) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (not applicable to the company during the Audit period) ;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-



- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 (not applicable to the company during the Audit period);
 - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 (not applicable to the company during the Audit period);
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 (not applicable to the company during the Audit period);
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client (not applicable to the company during the Audit period);
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; (not applicable to the company during the Audit period) and
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (not applicable to the company during the Audit period);
- (vi) Other Laws as per the representation given by the company.

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii) The Listing Agreements entered into by the Company with National Stock Exchange.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. except an instance where **the outcome of the Board Meeting held on 22nd September, 2020 was not intimated to the Stock Exchange which in the opinion of management was not a material event required to be reported under SEBI (LODR) Regulations 2015.**

I have relied on the information and representation made by the Company and its officers for system and mechanism formed by the company for compliances under other applicable Acts, laws and Regulations to the company.

I further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were changes in the composition of the Board of Directors by way of reappointment of Mr. Ramesh Chandra and Mr. Ashok Chandra Bajpai as Additional Non-Executive Independent Director and Mrs. Dinesh Parashar Additional Non-Executive Professional Director made by the Board on 24/07/2020 which was later on was duly approved and ratified by the members of the company in their Annual General Meeting held on 30/09/2020.



Adequate notice was given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda in most of the occasions were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Decisions at the Board Meetings, as represented by the management, were taken unanimously.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period, there were no events having a major bearing on the Company's affair in pursuance of the above referred laws, rules, regulations, guidelines etc. Other than that mentioned herein below:

- 1. The company's manufacturing unit, sales depots and head office etc. were closed from 22nd March, 2020 and remain closed till the mid of May 2020 due to nationwide lockdown declared by the Government to curb COVID Pandemic this has resulted in complete stoppage of Company's manufacturing and other business activities during the stated period.*
- 2. The Company has altered the clause III A and III B of the Memorandum of Association. There were addition of new clauses in the Main object clause by way of insertion of new business activities; the necessary approval of members was taken by way of passing resolution through Postal Ballot.*

CS GOPESH SAHU

FCS:7100

C.P. No. 7800

UDIN: F007100C000798836

Place : Kanpur
Date : 18.08.2021

This report is to be read with our letter of even date which is annexed as Appendix A and forms an integral part of this report.



APPENDIX A

To,
The Members
JET KNITWEARS LIMITED
Kanpur

My report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the content of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices we followed provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company
4. Where ever required, i have obtained the management Representation about the compliance of laws, rules and regulation and happening of every events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

CS GOPESH SAHU
FCS:7100
C.P. No. 7800

Date :18.08.2021



ANNEXURE -III

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To
The Members of
JET KNITWEARS LIMITED
119/410-B-1 Darshan Purwa, Kanpur
Uttar Pradesh -208012.

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **JET KNITWEARS LIMITED** (CIN : **L19101UP1996PLC019722**) and having registered office at 119/410-B-1 Darshan Purwa, Kanpur Uttar Pradesh -208012 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, i hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No.	Name of the Director	DIN	Date of appointment
1	RAMESH CHANDRA	00111716	01/08/2015
2	ANIL KUMAR NARULA	00274462	02/04/1996
3	RAKESH KUMAR NARULA	00274483	02/04/1996
4	BALRAM KUMAR NARULA	00274566	10/04/2009
5	ASHOK CHANDRA BAJPAI	05358863	01/08/2015
6.	DINESH PARASHAR	07270662	01/09/2015

Ensuring the eligibility of for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For CS GOPESH SAHU
Company Secretary

Place: Kanpur
Date: 20th August, 2021

Proprietor
FCS: 7100, CP: 7800
UDIN: F007100C000809792



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

ECONOMIC OUTLOOK

GLOBAL

This has been an unprecedented year for all of us in the world. The COVID-19 pandemic had a major impact on overall business and consumer sentiment globally. The global economy contracted by 3.3% in the year 2020, as all major economies barring China slipped into recession with COVID-induced lockdowns. Despite the steep global decline in the year 2020, global GDP decline was lower than initially feared, primarily due to unprecedented monetary policy support from global central banks and fiscal stimulus from governments. Global fiscal stimulus reached ~US\$18.6 trillion by March 2021 (23% of GDP) while monetary stimulus by global central banks reached US\$16.6 trillion (21% of GDP).

Global GDP Contraction

Annual GDP Change (%)

Country	2019	2020		2021	
		Pre Covid Forecast	Revised Estimate	Pre Covid Forecast	Revised Forecast
China	6	6	2.3	5.8	8.2
EU	1.3	1	-7.2	1.5	4.2
US	2.2	1.7	-3.4	1.8	5.1
India	4.2	5.8	-8	6.5	11.5
World	2.8	3.3	-3.5	3.3	5.5

Source: Wazir Analysis

Oil prices averaged US\$ 43/bbl in 2020 vs US\$ 64/bbl in 2019 as COVID-19 led to an unprecedented erosion in global oil demand. Global demand averaged 90.5 mb/d in 2020 (down 9.5 mb/d y-o-y). Large production cuts by OPEC+ 9.7 mb/d in May-July and 7.7 mb/d thereafter helped with a price floor in the face of the unprecedented demand shock. Global crude oil prices have recovered in 2021 as economies begin reopening amidst vaccine roll out. The US fiscal stimulus has further improved global oil demand outlook. Global demand is expected to grow 5.9 mb/d y-o-y in 2021 to average ~96.4 mb/d.

Future developments will depend on the path of the health crisis, including whether the new COVID-19 strains prove susceptible to vaccines or they prolong the pandemic; the effectiveness of policy actions to limit persistent economic damage (scarring); the evolution of financial conditions and commodity prices; and the adjustment capacity of the economy. The ebb and flow of these drivers and their interaction with country-specific characteristics will determine the pace of the recovery and the extent of medium-term scarring across countries. The global economy is projected to grow at 6 percent in 2021, moderating to 4.4 percent in 2022.



Much remains to be done to beat back the pandemic and avoid divergence in income per capita across economies and persistent increases in inequality within countries. Governments and Central Banks are expected to maintain supportive policies until the recovery is firmly underway. The strength of recovery will depend on vaccine roll-out.

INDIA

The Indian economy was also negatively impacted by the crisis in 2020-21 with the highly contagious corona virus (COVID-19) spreading across the country. The country was under severe pressure with a sharp increase in cases and restricted commercial / business activities owing to the more infectious COVID-19 strains. In response to the pandemic, the government took several proactive preventive and mitigating measures starting with imposition of strict nationwide lockdown, progressive tightening of international travel, issue of advisories for the public, setting up quarantine facilities, various social distancing measures. The lockdown measures imposed to contain the spread of Covid-19 pandemic in India, ubiquitously affected employment, business, trade, manufacturing, and services activities.

The Indian economy was estimated to decline by 8% in FY 2020-21, the first year of contraction since 1980. India's economic decline was sharper than other key economies due to strict and early lockdowns to control the spread of COVID-19. The World Bank and credit rating agencies have downgraded India's growth for fiscal year 2021 with the lowest figures ever seen in three decades since India's economic liberalization in the 1990s. However, growth has continued to recover and was back in positive territory (+0.4%) in 3Q FY2021 after a decline of 24.4% and 7.3% respectively in 1Q and 2Q of FY2021. India saw a V-shaped recovery as most consumption and industrial indicators were back in positive growth territory in the September-December quarter after being in deep negative in the June quarter.

India's oil demand was down 9.1% y-o-y due to the unprecedented demand shock during first Half of the FY 2021. While gasoline and diesel consumption declined 6.8% y-o-y and 12% y-o-y respectively, LPG registered positive growth (+4.8% y-o-y) due to stay at-home restrictions. With airlines remaining shut for most of the year, and yet to resume full-scale operations, jet fuel (ATF) consumption was down 53.7% y-o-y. GDP growth is expected to rebound strongly in 2021-22 owing to the reform measures undertaken by the Government.

The Reserve Bank of India (RBI), and the central and state governments provided critical support to the economy during the crisis. The RBI maintained loose monetary policy, cutting repo rates by 115 bps during early CY 2020. The RBI also launched various monetary measures to maintain liquidity surplus and to ensure easy availability of funds to the market. The Prime Minister of India announced stimulus packages worth 20 Lacs crore to start with and then a comprehensive financial package of 2.65 trillion to ensure that the country is able to withstand the challenges induced by the pandemic. The World Bank and Asian Development Bank also came forward to support India in tackling the coronavirus pandemic.

INDUSTRY STRUCTURE AND DEVELOPMENT

Textiles & Apparels

The Indian Textile Industry has inherent linkage with agriculture and with the culture and traditions of the country making for its versatile spread of products appropriate for both domestic and the export markets. The textile industry is operating under different segments such as Spinning (the process of converting cotton or manmade fiber into yarn), Weaving and Knitting (converting yarn into woven or knitted fabrics), Fabric Finishing/ Processing (dyeing, printing and other cloth preparations) and



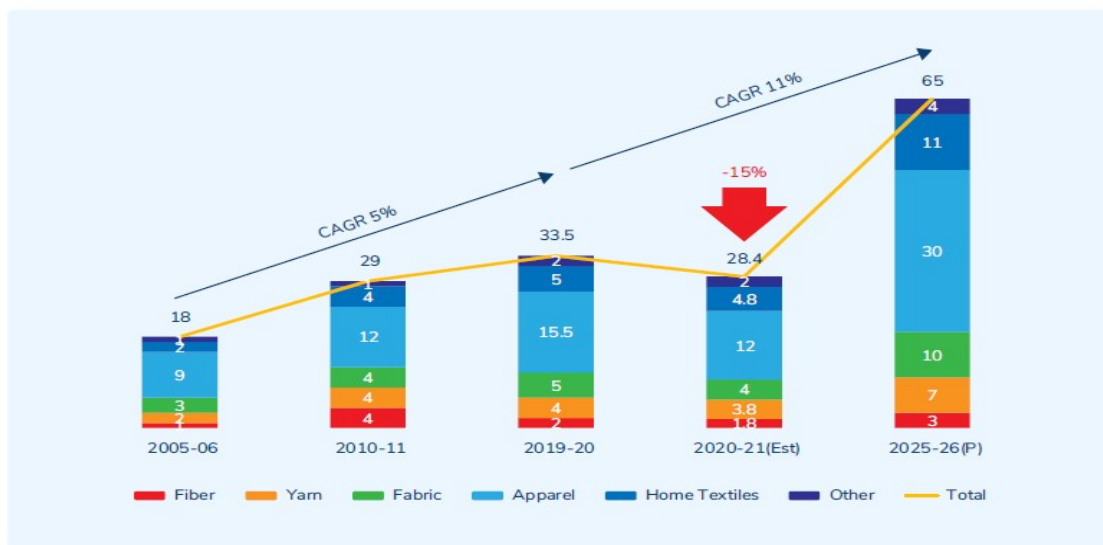
Clothing (apparel manufacturing). The textiles and apparel industry in India have strengths across the entire value chain from fiber, yarn, fabric to apparel.

The textile sector also has a direct link with the rural economy and performance of major fibre crops and crafts such as cotton, wool, silk, handicrafts and handlooms, which employ millions of farmers and crafts persons in rural and semi-urban areas. India has several advantages in the textile sector, including abundant availability of raw material and labour. It is the second largest player in the world cotton trade. It has the largest cotton acreage, of about nine million hectares and is the third largest producer of cotton fibre in the world. It ranks fourth in terms of staple fibre production and fourth in polyester yarn production.

The textile industry in India is the largest industry after agriculture and is also highly labour intensive offering the largest volume of employment. It is the second largest sector in the country, providing employment to 45 million directly and 60 million in allied industries. India is among the world's largest producer of textiles and apparels. The domestic textiles and apparel industry contribute 2% to India's GDP, 7% of industry output in value terms and 12% of the country's export earnings. Unlike other major textile-producing countries, India's textile industry is extremely varied. It is comprised of both small-scale enterprises which are typically labour intensive with the hand-spun and hand-woven textiles, non-integrated spinning, weaving, finishing, and apparel-making enterprises at one end of the spectrum, and the large-scale mills that integrate spinning, weaving and fabric finishing which are capital-intensive sophisticated mills at the other end of the spectrum.

In the Textiles business, the Fabric volumes steadily recovered each month, and for Q4 surpassed the numbers for Q4 of FY20. While the domestic markets largely remained challenging, except some recovery post Diwali, export volumes continued to be strong and showed sharp recovery each month as markets opened up post Covid. New consumption patterns are evolving. The sale of knit garments is higher than woven garments as consumption of loungewear and casual wear (mostly knit wear) is recovering at a faster pace. Online apparel sales has recovered to Pre-covid level. India's e-commerce sale of goods and apparel saw a steep rise in 2020. Work-From-Home drove the demand for casual wear apparel over formals. Sale of kids wear and casual wear recovered faster, while ethnic wear and formal wear were the worst hit segments. Garment volumes reached above 90% of previous year volumes in Q3 and Q4, as factories opened up and workers returned post Wave-1.

Indian Textile and Apparel Exports (US\$ billion)



Source: Wazir Analysis



Government is implementing various policy initiatives and schemes for supporting the development of textile sector. These schemes and initiatives which promote technology upgradation, creation of infrastructure, skill development and sectoral development in the textile sector, create a conducive environment and provide enabling conditions for textile manufacturing in the country and help in boosting the textile sector. Some of the Initiatives taken by Government of India are as follows:

- The Indian government has come up with a number of export promotion policies for the textiles sector. It has also allowed 100 per cent FDI in the Indian textiles sector under the automatic route.
- The Government, through its various schemes, provides environment to boost the sector.
 - the Amended Technology Upgradation Fund Scheme (A-TUFS)
 - Schemes for the development of the Powerloom Sector(Power-Tex)
 - Schemes for Technical Textiles, Scheme for Integrated Textile Parks (SITP)
 - Scheme for Additional Grant for Apparel Manufacturing Units under SITP (SAGAM)
 - SAMARTH- The Scheme for Capacity Building in Textile Sector (SCBTS)
 - Jute (ICARE- Improved Cultivation and Advanced Retting Exercise)
 - Integrated Processing Development Scheme (IPDS)
 - Silk Samagra, National Handloom Development Programme
 - National Handicraft Development Programme
 - Integrated Wool Development Programme (IWDP)
 - North East Region Textiles Promotion Scheme (NERTPS)
 - Rebate of State and Central Taxes and Levies (ROSCTL)
 - Scheme for Production and Employment Linked Support for Garmenting Units (SPELSGU) etc
 - The Government had also approved a special package for textile sector with an outlay of Rs. 6000 crores to boost employment generation and exports particularly in Garmenting and Made-ups.
- Under Union Budget 2020-21, a National Technical Textiles Mission is proposed for a period from 2020-21 to 2023-24 at an estimated outlay of Rs 1,480 crore (US\$ 211.76 million).
- The Directorate General of Foreign Trade (DGFT) has revised rates for incentives under the Merchandise Exports from India Scheme (MEIS) for two subsectors of Textiles Industry - Readymade garments and Made ups - from two per cent to four per cent.
- Abolition of anti-dumping duty on *Purified Terephthalic Acid* (PTA), which is a critical input for man-made textile fibre and yarns. Its easy availability and competitive pricing is desirable to unlock the immense potential in textile sector which is a significant employment generator.

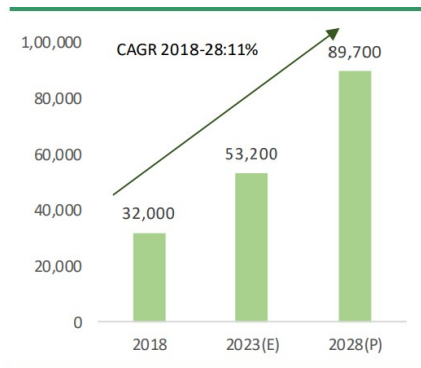
Innerwear Market Size & Growth

Over the years, innerwear had only been considered as an essential commodity, but there has been a significant shift in trend due to the increasing fashion consciousness among the millennials; it transformed into a fashion statement. As a result of this shift, industry players have placed greater emphasis on widening its innerwear product range – both men’s as well as women’s. The global innerwear market has been bifurcated in terms of product type, material type, end user, age group, category type, distribution channel, and region. According to product type, the market has been segregated into top innerwear, bottom innerwear, and shapewear. Over the last few years, the premium innerwear market has also been gaining significant traction with the entry of global players in collaboration with Indian brands. Higher discretionary spending, rise in number of working women, and the increasing fashion consciousness among the populace, especially the millennials, and the increasing number of middle-class households is projected to catalyse the demand for the inner wear industry.



The Indian innerwear industry is largely dominated by the unorganised players, who account for 60-65% of the overall market share. However, the market is gradually shifting towards organised retail. This could be attributed to the focus of the organised players on capacity building initiatives for innerwear. Typically offline channels have an upper hand in the market; however, online channels are expected to change the current purchasing scenario during the forecast period. Organised players have invested significantly in building capability around: 1) design & fit; 2) sourcing; and 3) channel presence, to ensure that their distinct positioning translates in to retail connect with consumers. This has fuelled demand shift towards organised from the unorganised segment.

Indian Innerwear Market (Rs. crore)



Source: Images Business of Fashion, SMIFS Research

Women’s Innerwear Market

Indian innerwear market is primarily dominated by women’s innerwear, which accounts for 66% of the total innerwear market and accounts for 15% of the women’s apparel market. Branded innerwear contributes 38-42% of the women’s innerwear market and this share is expected to grow to 45-48% by 2023. Product categories in women’s innerwear include brassieres, camisoles, panties, tees, nighties, shorts, etc. Brassieres and panties contribute 85% of the total women’s innerwear segment.

Women’s innerwear segment is poised to grow at an impressive growth rate of 12.5% over the next decade to reach Rs 680 billion by 2028 from the market size of Rs 210 billion in 2018. Branded innerwear in women’s segment contributes 38-42% of the total women’s innerwear market and is expected to increase to 45-48% of the total market by 2023.

Women’s innerwear segment has been outperforming the overall innerwear segment and the men’s innerwear segment growth. While all segments contributed to this growth, leaders were medium, premium and super premium categories. While this can be broadly attributed to the advent of multinational brands in the market place and the growth of organised retail, a host of other variables like growing number of working women, changing fashion trends, increased awareness about better fits, quality, brands, colours, styling, increasing per capita disposable income, rising level of information and media exposure have also given the industry a new dimension.

Men’s Innerwear Market

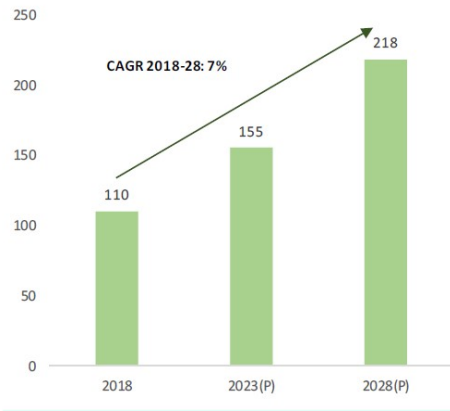
Men’s innerwear market is expected to grow at a CAGR of 7% over the next decade to reach Rs 218 billion by 2028. Innerwear market is classified into five product categories: low, economy, mid-market, premium, and super-premium. The Rs 6.5 billion super premium category grew by 26% and the Rs 18 billion premium segment by 22% in FY20 whereas the Rs 47 billion medium category, retailing at an average Rs 250 a piece, grew at a much slower rate of 17%.

Most Indian brands are largely in the mid-to economy segment, catering to the masses. There are more than 1 lakh MBOs (multi-brand outlets) across India, which account for over 60% of the total sales of undergarments, while the rest take place through modern trade formats like malls or online portals.

Product categories in men’s innerwear include briefs, trunks, vests, boxer shorts among others. The market has historically been highly fragmented and unorganised. However, the market segment is evolving and is gradually moving towards organised retail. Indian innerwear market has witnessed a



changing trend in the past with more and more people opting for better quality branded products. Men's innerwear segment has a very high branded proportion accounting for 61% of total market size.



Source: Images Business of Fashion, SMIFS Research

Men's Innerwear Market (Rs bn)

Indian consumer spends on innerwear products is significantly lower than other Asian peers. This trend is visible across both men's and women's segments with gaps of over 90% against countries like Thailand and China. This suggests that there is significant room for growth, driven by rising per capita spend on such products.

Looking ahead, growth in the innerwear market is expected to be driven by broad based consumer trends in the form of rising discretionary spends, growing number of mid-high-income household and increasing urbanization. Innerwear has progressed from being just a functional category to making a bold fashion statement. It is a welcome shift from a price sensitive category to a brand sensitive category.

Kids wear

The kids wear market in India is currently about USD 14 bn (FY 2020) and is expected to grow at a CAGR of 10.5 percent and grow to nearly USD 23 bn by FY 2025. Uniforms, t-shirts/shirts and bottom wear are the three biggest categories contributing at 37 percent, 24 percent and 18 percent of the overall kids wear market as on FY 2020. Kids denims is showing the fastest growth rate of 13 percent among all the other product categories (FY 2020 - FY 2025).

With a booming kids population in India and owing to distinct factors like the growing trend of nuclear family system, increased spending on children, greater brand awareness among kids, and better focus on this segment by organized players, the kids wear industry is poised to grow in the coming years. Albeit largely unorganised today, this segment is closely following suit the men's and women's segment to become the next organised sector play for innerwear industry.

OPPORTUNITIES AND THREATS

Opportunities

- Growth rate of Domestic Textile Industry is 6- 8% per annum.
- Increased Disposable Income and Purchasing Power of Indian Customer opens New Market Development.
- Greater Investment and FDI opportunities are available.
- Initiation of the 'Atmanirbhar Bharat' along with several others schemes and initiatives taken by the Government for the textile sector
- Increasing demand for hygiene textiles since the advent of Covid-19
- Implementation of newer technologies
- Nationwide vaccination drive will improve consumer Sentiment
- Growth in organized retail providing a large opportunity for branded play
- Increase in fashion and brand consciousness making consumers more aspirational and discerning
- Increasing urban women population and women corporate workforce shall prove to be beneficial for women segment of apparel market.



- Widespread distribution and retailer network drives the brand closer to consumers at a time when commuting for shopping is limited
- In-house Manufacturing and a robust supply network of more than 5000 retailers help the brand ensure adequate supply.
- The increasing need to service consumers at their doorstep provides a big opportunity to the e-commerce business.
- With ‘Work From Home’ becoming the new norm, categories such as lounge wear, leisure wear and athleisure are already witnessing an increased demand
- With the lockdowns in place and schools remaining closed, the demand for home wear for children has picked up

Threats

- Continuous Quality Improvement is need of the hour as there are different demand patterns all over the world. Your Company faces intense competition between established brands and private labels.
- To make balance between price and quality.
- Amid Covid-19 pandemic and the probability of third or future waves of the variant virus, halt of commercial activities due to lockdown puts severe affects on business, especially retail trade and msme(s).
- Certain product categories such as socks, thermals, shapewear, swimwear etc. may see a drop in demand if lockdowns continue.
- Furthermore, cheap imitations / fake products cause threat to the market share of the Company’s brands.

PRODUCT –WISE PERFORMANCE

The company is engaged in the business of manufacturing garments. Therefore there is no separate reportable segment. However, your Company have been marketing products through strong brands “JET” and “LYCOT”. “JET” is 30 years old whereas “LYCOT” is 10 years old. Your Company believes in providing those products to our consumers that are Skin Friendly and Anti-Bacterial. Your Company markets its products through various brands like “Lycot Australia”, “Jet”, “Jet Eco”, “Fresh- Long”, “Boski” and “Take- off”. Various product manufactured by our Company are Vest, Underwear (including Boxers, Briefs & Trunks), Brassiere, Panties, Socks, T-shirts, Thermals, Lowers, etc. Our Company caters to everyday range of comfortable Innerwear, Socks, T-shirts and Thermals which are available in superior cotton fabrics, vibrant styles and are ideally suited for men and women. Product wise Performance during the year is as under:

(₹ In Lakhs)

S.NO	PRODUCT WISE DETAILS	2020-21	2019-20
1.	Hosiery Products	3313.74	3491.70
2.	Winter Garments	323.18	281.93
3.	Ladies Garments	291.76	294.60
4.	Cotton Cloth	6.06	412.02
5.	Jeans	31.72	12.55
	Total	3966.46	4732.84



RISK AND CONCERN

The Company has robust risk management procedures to identify and evaluate risks on an ongoing basis. The Company believes that risks that are well managed can create opportunities, whereas risks that are incorrectly managed could lead to financial and reputation loss. Appropriate steps are taken in consultations with all concerned to mitigate such risks. The following are some of the key risks as perceived by the Company:

- **Availability of Labour**

The ability to retain existing talent and attract new talent assumes crucial importance. The industry is growing at a fast pace, in a highly labour intensive sector and demand for experienced and trained manpower is outstripping supply. The Company has created long term plans with the objective of motivating employees to create a sense of “belonging” and a ‘feel good’ environment. The company is also aggressively taking steps to monitor and improve productivity, which will mitigate the impact of labour and material cost increases to some extent.

- **Economic Uncertainty:**

Slow economic growth in the international or national economies and uncertainties regarding future economic prospects, among other things, could affect consumer discretionary spending and therefore can impact business. Through brand strengthening and expanding presence across the globe the Company endeavours to mitigate the impact of this risk as far as possible.

- **Increase in Input and Labour costs:**

The availability of raw materials at reasonable rates is one of the main concerns of the company. However the company is confident that increases in raw material cost, if and when they occur, can be passed on to consumers because of the strong pricing power of its brands. The company is also aggressively taking steps to monitor and improve productivity, which will mitigate the impact of labour and material cost increases to some extent.

OUTLOOK

The future of the textile market and the innerwear category appears promising. In anticipation of growing demand, the company has substantially expanded its installed capacity. Your Company operates from Kanpur with having dealers/vendors in Uttar Pradesh. Enhancing our presence in additional region will enable us to reach out to a larger population. Further, our Company believes in maintain long term relationship with our customers by adding value through innovations, quality assurance and timely delivery of our products which will ultimately enhance our sales. It has been a long and motivating journey towards this pinnacle of success and no efforts are being spared to further strengthen the accomplishments of the company.

INTERNAL CONTROL SYSTEM AND ADEQUACY

Management has overall responsibility for the Company’s internal control system to safeguard the assets and to ensure reliability of financial records. The Company has an adequate internal control system commensurate with its size and nature of its business. The Company has a detailed budgetary control system and the actual performance is reviewed periodically and decisions taken accordingly. The Company also conducts regular internal audits to test the adequacy and efficacy of its internal control processes and bring out any deviation to internal control procedures.

**MATERIAL DEVELOPMENTS IN HUMAN RESOURCES/ INDUSTRIAL RELATIONS FRONT, INCLUDING NUMBER OF PEOPLE EMPLOYED**

In order to achieve operational excellence and maintain a competitive edge, the Company invests in building and nurturing a strong talented pool by instituting best practices with respect to its employees. The Company makes substantive and sustained efforts towards building an eco-system which promotes the development and advancement of all its employees and employees feel a sense of belonging to the Company and camaraderie with their team, and aspire for individual excellence while contributing to achieve departmental objectives. The Company has strength of about 49 employees as on March 31, 2021.

DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS ALONG WITH EXPLANATION

In compliance with the requirement of the Listing Regulations, the key financial ratios of the Company along with explanation for significant changes (i.e., for change of 25% or more as compared to the immediately previous financial year will be termed as ‘significant changes’), has been provided hereunder:

Sl. No.	Particulars	FY 2020-21	FY 2019-20	Reason for variation of more than 25%
(i)	Debtors Turnover	2.33	2.52	-
(ii)	Inventory Turnover	3.08	4.42	Owing to reduction in turnover due to worldwide pandemic by COVID-19
(iii)	Interest Coverage Ratio	3.21	2.78	-
(iv)	Current Ratio	2.21	2.02	-
(v)	Debt Equity Ratio	0.64	0.56	-
(vi)	Operating Profit Margin (%)	7.77%	7.47%	-
(vii)	Net Profit Margin (%)	4.19%	3.40%	-
(viii)	Return on Net Worth (%)	8.48%	8.53%	-

DISCLOSURE OF ACCOUNTING TREATMENT:

The Company followed Non-IND-AS and has detailed its accounting policy in Note 1 of the financial statements.

CAUTIONARY STATEMENT

Statements in the Management Discussion Analysis describing the Company’s objectives, projections, estimates and expectations may be considered as “forward looking statements” within the meaning of applicable securities laws and regulations. The Company cannot guarantee that these assumptions are accurate or will be realized. Actual results could differ materially from those expressed or implied. The Company assumes no responsibility in respect to the forward looking statements herein which may undergo changes in future on the basis of subsequent developments, information or events.



INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF JET KNITWEARS LIMITED REPORT ON THE AUDIT OF THE STANDALONE FINANCIAL STATEMENTS

DISCLAIMER OF OPINION

We were engaged to audit the accompanying standalone financial statements of Jet Knitwears Limited ("the Company"), which comprise the Balance Sheet as at 31 March 2021, the Statement of Profit and Loss, and Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

We do not express an opinion on the accompanying standalone financial statements of the company. Because of the significance of the matter described in the *Basis for Disclaimer of Opinion* section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these standalone financial results.

BASIS FOR DISCLAIMER OF OPINION

The company's trade receivables (classified as unsecured and considered good by the management) are carried at Rs. 16,99,93,038.00, out of which Rs. 8,77,46,531.00 are outstanding for a period more than six months, which is abnormally high as compared to the turnover of the company. We have also not received confirmations from these parties, which however as per the management of the company is recoverable.

As a result of these matters and also owing to the economic uncertainty created by world-wide pandemic COVID-19, we were unable to determine whether any adjustments might have been found necessary in respect of recorded amount of Trade Receivables and the elements making up the statement of Profit and Loss and statement of cash flows.

EMPHASIS OF MATTER

We draw the attention towards the followings

1. Owing to continuous spreading of COVID -19 across India, the State Government of Uttar Pradesh announced a lockdown in April 2021, which remains in force till 31st May 2021, to contain the spread of the virus. This has resulted in restriction on physical visit to the client locations and the need for carrying out alternative audit procedures as per the Standards on Auditing prescribed by the Institute of Chartered Accountants of India (ICAI).

As a result of the above, major portion of the audit was carried out based on remote access of the data as provided the management. This has been carried out based on the advisory on "Specific Considerations while conducting Distance Audit/ Remote Audit/ Online Audit under current Covid-19 situation" issued by the Auditing and Assurance Standards Board of ICAI. We have been represented by the management that the data provided for our audit purposes is correct, complete, reliable and are directly generated by the accounting system of the Company without any further manual modifications.

We bring to the attention of the users that the audit of the financial statements has been performed in the aforesaid conditions.



2. Creditors, Loans and advances are subject to confirmations from the respective parties.
3. Further, the company have been sanctioned a new Skill Development Project under Deen Dayal Upadhyay - Grameen KaushalyaYojna (DDU GKY Scheme) of Assam State Rural Livelihoods Mission (ASRLM) to train 1000 Candidates in projects (Rural Youth as defined in guidelines of DDU-GKY) with placement linkage by setting up a training / skill center at Majuli and Karimganj for the State of Assam.

We did not audit the financial statements and other financial information, in respect of this scheme. Amounts received and expended under this scheme is subject to audit by a separate auditor, which financial statement and other financial information and auditor's reports have been furnished to us by the management. Our opinion on the financial statements, in so far as it relates to the amounts and disclosures included in respect of this scheme and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid scheme is based solely on the report of such other auditor.

Our opinion is not qualified in respect of the above.

KEY AUDIT MATTERS

Key audit matters ('KAM') are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters to be communicated in our report. We have fulfilled the responsibilities described in the Auditor's responsibilities for the audit of the standalone financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risk of material misstatement of the standalone financial statements. The result of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying standalone financial statements.

1. Impact of the COVID-19 Pandemic on the Company's ability to continue as a going concern:

The company is primarily engaged in manufacturing and trading of hosiery goods and its receivables comprise of several small wholesalers and retailers. Thus vis-à-vis the company, the impact of COVID-19 pandemic on recoverability of its receivables, realisability of stocks and future business prospects, on its ability to continue as a going concern required extensive verification procedures, analysis of the post Balance Sheet events, management discussions and judgements.

How our audit addressed the key audit matter

For the matter referred to above, our procedures included, among others, verification and recovery pattern of all material receivables upto the date of completion of our audit, other relevant documentation/correspondence, including correspondence with Banks, customers, pending orders to the various parties, assessing management's conclusions etc. in view of the laid down accounting and measurement principles.



2. Substantial Movement of Stock upto production of Finished Goods

The company avails services of over thirty job workers and has inter dependent manufacturing facilities in two States in India. In addition, the company has several depots. The above entails substantial movement of raw material, semi-finished materials and finished goods from one location to another; and at any given point of time, the stocks (of various stages) belonging to the company may be found at several locations. The movement of stock is the key to the business and was therefore considered as one of the 'Key Audit Matters'. Verification of the internal controls with respect to inventory management and movement, recording of consumption, valuation of stocks as at the reporting date involved extensive verification procedures and called for making estimates and judgments.

How our audit addressed the key audit matter

For the matter referred to above, our procedures included, among others, procedures of physical examination, end to end verification of stock transfers, other relevant documentation/correspondence, including post balance sheet date events, reports submitted to Banks and other authorities, assessing management's conclusions etc. in view of the laid down accounting and measurement principles.

OTHER INFORMATION

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the standalone financial statements and our auditors' report thereon. The other information included in the annual report, are expected to be made available to us after the date of this auditor's report.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

After the Other Information is made available to us, if, based on the work we have performed, we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

MANAGEMENT'S RESPONSIBILITY FOR THE STANDALONE FINANCIAL STATEMENTS

The Company's management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 and Board of Directors are 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.

Board of Directors is also 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 control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 auditors' 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by the Companies (Auditors' Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

(A) As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone 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 the written representations received from the directors as on 31st March 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2021 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".

(B) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations as at 31 March 2021 on its financial position in its standalone financial statements.
- ii. The Company does not have any long term contracts requiring a provision for material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.



iv. The disclosures in the standalone financial statements regarding holdings as well as dealings in specified bank notes during the period from 8 November, 2016 to 30 December, 2016 have not been made in these standalone financial statements since they do not pertain to the financial year ended 31 March, 2021.

(C) With respect to the matter to be included in the Auditors' Report under section 197(16):

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) which are required to be commented upon by us.

**For RAJIV MEHROTRA & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG.NO.002253C**

**Kanpur, June 28, 2021
UDIN: 21426684AAAABW6938**

**(PARTNER)
ASHISH LALWANI
M.No.426684**



ANNEXURE “A” TO THE INDEPENDENT AUDITORS’ REPORT

(Referred to in Para 1 under ‘Report on Other legal and Regulatory Requirements’ section of our report of even date)

Re: Jet Knitwears Limited, we report that:

- (i) a. As per information provided to us by the management of the company, the company is maintaining proper records showing full particulars including quantitative details and situation of fixed assets, however the same has not been provided to us for the verification therefore we are unable to comment the same.
- b. The company has a regular programme for physical verification of all assets over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, it is reasonable having regard to the size of the company and the nature of its assets.
- c. According to the information and explanations given to us and the records examined by us and based copies on the registered sale deeds/transfer deeds etc. evidencing title in immovable properties which are freehold, we report that the immovable properties capitalized in the books of account of the company are held in its name. The Original title deeds, being pledged against loans secured from the bank, were not in possession of the company and therefore could not be verified.
- (ii) a. As explained to us, the inventory has been physically taken by the management during the year at various locations. In our opinion and according to the information and explanations given to us, no material discrepancies were noticed on physical verification of stock verified.
- b. The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
- (iii) a. The company has not granted any loans, secured or unsecured to parties covered in the register maintained under section 189 of the Companies Act 2013.
- (iv) In Our opinion and according to the information and explanations given us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees.
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted any public deposits. As per the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or Tribunal.
- (vi) In our opinion and according to the information and explanations given to us, the company is not liable for maintenance of cost records u/s 148 of the Companies Act, 2013.
- (vii) (a) The company is regular in depositing with appropriate authorities undisputed statutory dues including investor education protection fund, income tax, sales tax, wealth tax, service tax, & customs duty and other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, income tax, sales tax, wealth tax, customs duty, VAT, cess and other material statutory dues were in arrears as at 31st March 2021 for a period of more than six months from the date they became payable.



<u>S. No.</u>	<u>Nature of Dispute</u>	<u>Amount</u>	<u>Period to which it relates</u>
1.	Income Tax Department	100617.38	TDS defaults of previous years
2.	Service Tax Department	449823.00	01.04.2007 to 31.07.2011

- (b) According to the information and explanations given to us there are no dues of income tax, sales tax, wealth tax, service tax, excise duty, customs duty, value added tax, cess, Goods and service tax on account of any dispute.
- (c) According to the information and explanation given to us, there are no amounts that are required to be transferred to Investors Education and Protection Fund.
- (viii) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of dues to a financial institution or bank. The company has not issued debentures.
- (ix) In our opinion and according to the information and explanations given to us, the company has applied term loans for the purposes for which the same were availed.
- (x) According to the information and explanations given to us, no fraud by the company or on the company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) In our opinion and according to the information and explanations given to us, the company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V of the Companies Act, 2013.
- (xii) The company is not a Nidhi Company and hence the reporting under clause (xii) of CARO 2016 Order is not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, the company has complied with Sections 177 and Section 188 of the Companies Act, 2013, where applicable, for all transactions with related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) During the year the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures and hence reporting under clause (xiv) of CARO 2016 is not applicable to the Company.
- (xv) In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transactions with its directors or directors of its subsidiary or associate companies or persons connected with them and hence provisions of section 192 of Companies Act, 2013 are not applicable.
- (xvi) In our opinion the company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For RAJIV MEHROTRA & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG.NO.002253C

Kanpur, June 28, 2021
UDIN: 21426684AAAABW6938

(PARTNER)
ASHISH LALWANI
M.No.426684



**ANNEXURE “B” TO THE INDEPENDENT AUDITORS’ REPORT
(Referred to in Para 2(f) under ‘Report on Other legal and Regulatory Requirements’ section of
our report of even date)**

**REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER SECTION 143(3)(I) OF
THE COMPANIES ACT, 2013 (“THE ACT”)**

We have audited the internal financial controls with reference to financial statements of Jet Knitwears Limited (“the Company”) as of March 31, 2021 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Opinion

In our opinion, to the best of our information, and according to the explanations given to us, the company has, in all material aspects, an adequate internal financial controls with reference to Financial Statements and such internal financial controls over financial reporting were operating effectively as at March 31st 2021, based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in Guidance Note of Audit of International Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Management’s Responsibility for Internal Financial Controls

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over 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. 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 the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Financial Statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Financial Statements 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 controls based on the



assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to Financial Statements.

Meaning of Internal Financial Controls With Reference to Standalone Financial Statements

A company's internal financial controls with reference to Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 with reference to Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to Financial Statements to future periods are subject to the risk that the internal financial controls with reference to Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**For RAJIV MEHROTRA & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG.NO.002253C**

**Kanpur, June 28, 2021
UDIN: 21426684AAAABW6938**

**(PARTNER)
ASHISH LALWANI
M.No.426684**

**JET KNITWEARS LIMITED**

CIN: L19101UP1996PLC019722

REGISTERED OFFICE: 119/410-B-1DARSHAN PURWA KANPUR UTTAR PRADESH UP 208012

CONTACT DETAILS:- info@jetkmit.com ; Ph.No. 0512-2217553

BALANCE SHEET AS AT 31st MARCH 2021

PARTICULARS	NOTE NO.	Figures as at the end of the Current Reporting Period p.	Figures as at the end of the Previous Reporting Period p.
EQUITY AND LIABILITIES			
(1) SHAREHOLDER'S FUNDS			
(a) Share Capital	2	44,072,000	44,072,000
(b) Reserves and Surplus	3	151,675,491	135,072,993
(c) Money received against share warrants		-	-
(2) SHARE APPLICATION MONEY PENDING ALLOTTMENT			
		-	-
(3) NON-CURRENT LIABILITIES			
(a) Long Term Borrowings	4	26,207,268	6,609,879
(b) Deferred Tax Liabilities (Net)		-	-
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		1,886,386	1,768,462
(4) CURRENT LIABILITIES			
(a) Short Term Borrowings	5	98,629,443	92,253,190
(b) Trade Payables	6	38,890,328	30,316,490
(c) Other Current Liabilities	7	21,690,628	30,350,743
(d) Short Term Provisions		-	349,740
TOTAL		<u>383,051,544</u>	<u>340,793,497</u>
ASSETS			
(1) NON-CURRENT ASSETS			
(a) Property, Plant and Equipment and Intangible Assets	8		
(i) Property, Plant and Equipment		21,370,227	23,398,861
(ii) Intangible Assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non Current Investments	9	25,000	25,000
(c) Deferred tax Assets (Net)	10	1,558,900	1,384,400
(d) Long-Term Loans and Advances	11	7,980,000	-
(e) Other Non-Current Assets		-	-
(2) CURRENT ASSETS			
(a) Current Investments		-	-
(b) Inventories	12	150,379,386	106,825,328
(c) Trade Receivables	13	169,993,038	169,868,258
(d) Cash and Cash Equivalents	14	19,960,935	28,049,699
(e) Short-Term Loans and Advances	15	10,333,848	9,758,793
(f) Other Current Assets	16	1,450,210	1,483,160
TOTAL		<u>383,051,544</u>	<u>340,793,497</u>
Significant Accounting Policies	1		
As Per Our Report of Even Date			For and on Behalf of the Board of Directors of Jet Knitwears Ltd.
For Rajiv Mehrotra & Associates Firm Reg.No.002253C Chartered Accountants		Rakesh Kumar Narula (Director) (DIN:00274483)	Balram Kumar Narula (Managing Director) (DIN: 00274566)
ASHISH LALWANI (PARTNER) M.No.426684		Ankur Narula (Chief Fin. Officer)	Vishesh Tiwari (Company Secretary)
Kanpur, 28th June 2021 UDIN: 21426684AAAABW6938			

**JET KNITWEARS LIMITED**

CIN: L19101UP1996PLC019722

REGISTERED OFFICE: 119/410-B-1DARSHAN PURWA KANPUR UTTAR PRADESH UP 208012

CONTACT DETAILS:- info@jetknit.com ; Ph.No. 0512-2217553

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31st MARCH 2021

PARTICULARS	NOTE NO.	Figures as at the	Figures as at the
		end of the Current Reporting Period P.	end of the Previous Reporting Period P.
INCOME			
(a) Revenue From Operations	17	396,646,102	449,279,957
(b) Other Income	18	269,562	5,227
(c) Total Income (a+b)		<u>396,915,664</u>	<u>449,285,184</u>
EXPENDITURE			
(d) Cost of Materials Consumed	19	321,914,737	296,046,964
(e) Purchase of Stock-In-Trade	20	6,805,770	41,944,162
(f) Changes in inventories of finished goods, work-in-progress and Stock-In-Trade	21	(42,990,629)	(13,555,713)
(g) Employee Benefit Expense	22	12,801,696	12,218,398
(h) Finance Costs	23	9,601,332	12,059,364
(i) Depreciation and Amortization Expense	8	5,299,654	6,022,763
(j) Other Expenses	24	62,268,783	73,036,385
(k) Total Expenses		<u>375,701,343</u>	<u>427,772,323</u>
Profit/(Loss) before exceptional & extraordinary items and tax (c-k)		21,214,321	21,512,861
Exceptional Items		-	-
Profit before extraordinary items and tax		21,214,321	21,512,861
Extraordinary Items		-	-
Profit before Tax		21,214,321	21,512,861
<i>Tax Expenses</i>			
Current Tax		5,534,300	6,409,900
Deferred Tax		(174,500)	(174,200)
Tax Adjustment- earlier years		(747,976)	-
Profit/(Loss) for the period from continuing operations (l)		16,602,497	15,277,161
Profit/(Loss) for the period from discontinuing operations		-	-
Tax expense for discontinuing operations		-	-
Profit/(Loss) for the period from discontinuing operations (after Tax) (m)		-	-
Profit/(Loss) for the period (l+m)		<u>16,602,497</u>	<u>15,277,161</u>
Earnings Per Equity Share (Rs.)			
- Basic (Face Value of Rs.10 each)		3.77	3.47
- Diluted (Face Value of Rs.10 each)		3.77	3.47
Significant Accounting Policies	1		
As Per Our Report of Even Date		For and on Behalf of the Board of Directors of Jet Knitwears Ltd.	
For Rajiv Mehrotra & Associates Firm Reg.No.002253C Chartered Accountants		Rakesh Kumar Narula (Director) (DIN:00274483)	Balram Kumar Narula (Managing Director) (DIN: 00274566)
ASHISH LALWANI (PARTNER) M.No.426684		Ankur Narula (Chief Fin. Officer)	Vishesh Tiwari (Company Secretary)
Kanpur, 28th June 2021 UDIN: 21426684AAAABW6938			

**JET KNITWEARS LIMITED**

CIN: L19101UP1996PLC019722

REGISTERED OFFICE: 119/410-B-1DARSHAN PURWA KANPUR UTTAR PRADESH UP 208012

CONTACT DETAILS:- info@jetknit.com ; Ph.No. 0512-2217553

CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2021

Particulars	Year Ended 31.03.2021 Amount (.)	Year Ended 31.03.2020 Amount (.)
I) CASH FROM OPERATIONS		
A. PROFIT AFTER TAX	16,602,497.26	15,277,161.01
B. ADJUSTMENTS:		
Depreciation	5,299,653.52	6,022,762.80
Finance Costs	9,601,332.04	12,059,363.85
Interest Received	0.00	0.00
Deferred tax	(174,500.00)	(174,200.00)
Provision for Gratuity	117,924.00	335,772.00
	14,844,409.56	
	31,446,906.82	33,520,859.67
Adjustments for Changes in working Capital		
Decrease/(Increase) in Sundry Debtors	(124,780.39)	17,042,854.81
Decrease/(Increase) in Loans & Advances	(8,555,055.94)	5,461,410.48
Decrease/(Increase) in Other Current Assets	32,950.00	(105,216.00)
Decrease/(Increase) in Inventories	(43,554,057.91)	(10,528,880.28)
Decrease/(Increase) in Non-Current Assets	0.00	0.00
Increase/(Decrease) in Trade Payables	8,573,838.29	(21,221,740.20)
Increase/(Decrease) in Current Liabilities	(8,660,115.60)	13,902,694.67
Increase/(Decrease) in Short Term Provisions	(349,740.00)	568,400.00
NET CASH FROM OPERATIONS	(21,190,054.72)	38,640,383.14
II) CASH FROM INVESTING ACTIVITIES		
Fixed Assets purchased during the period	(3,271,020.34)	(4,255,234.58)
Interest Received	0.00	0.00
Dividend Received		0.00
	0.00	
NET CASH FROM INVESTMENT ACTIVITIES	(3,271,020.34)	(4,255,234.58)
III) CASH FROM FINANCING ACTIVITIES		
Increase in Borrowed Funds	25,973,642.86	(1,565,103.60)
Finance Costs	(9,601,332.04)	(12,059,363.85)
Increase in Share Capital & Security Premium	0.00	0.00
NET CASH FROM FINANCING ACTIVITIES	16,372,310.82	(13,624,467.45)
Net Increase in cash and cash equivalents	(8,088,764.24)	20,760,681.11
Cash and Cash equivalents as at the beginning of the period	28,049,698.97	7,289,018.68
Cash and Cash equivalents as at the end of the period	19,960,934.73	28,049,699.79

Notes :

- The Cash Flow Statement has been prepared in accordance with the "Indirect Method" specified in the AS-3 of ICAI.
- Cash & Cash equivalents comprise cash balances and balances with banks, including current deposits only.

Significant Accounting Policies

1

As Per Our Report of Even Date

For and on Behalf of the
Board of Directors of Jet Knitwears Ltd.For Rajiv Mehrotra & Associates
Firm Reg.No.002253C
Chartered AccountantsASHISH LALWANI
(PARTNER)
M.No.426684Rakesh Kumar Narula
(Director)
(DIN:00274483)Balram Kumar Narula
(Managing Director)
(DIN: 00274566)Kanpur, 28th June 2021
UDIN: 21426684AAAABW6938Ankur Narula
(Chief Fin. Officer)Vishesh Tiwari
(Company Secretary)

**NOTE NO.2****SHARE CAPITAL**

PARTICULARS	AS AT		AS AT
	31.03.2021		31.03.2020
	P.		P.
Share Capital <u>Authorised Share Capital</u> 65,00,000 Equity Shares Of Rs.10/- Each	65,000,000		65,000,000
<u>Issued, Subscribed & Paid Up Capital</u> 44,07,200 (P.Y.44,07,200) Equity Shares Of Rs.10/- Each Fully Paid Up	44,072,000		44,072,000
	44,072,000		44,072,000

The company has only one class of equity shares . the same are with equal voting rights.

a) Reconciliation of Shares outstanding as at beginning and end of the Reporting Period

Particulars	AS AT 31.03.2021		AS AT 31.03.2020	
	No.	Amount	No.	Amount
Balance at the beginning of the year	4,407,200	44,072,000	4,407,200	44,072,000
Add: Issued during the year	-	-	-	-
Less: Shares Bought Back	-	-	-	-
Balance at the end of the year	4,407,200	44,072,000	4,407,200	44,072,000

b) Terms/rights attached to equity shares

- (a) The Company has only one class of equity shares having a face value of Rs.10/- per share. Each shareholder is entitled to one vote per share.
- (b) The Company has neither paid any interim dividend during the year, nor any dividend has been proposed as at the close of the year.
- (c) In the event of liquidation of the company, the net assets available for distribution (after distribution of preferential amounts), shall be distributed to the equity shareholders in proportion of their shareholding.

c) Details of Shareholding in excess of 5% of the total issued capital of the company

Name of the Shareholder	AS AT 31.03.2021		AS AT 31.03.2020	
	%	No. of Shares	%	No. of Shares
ANIL KUMAR NARULA	10.10%	445025.00	10.10%	445025.00
KANCHAN NARULA	9.72%	428175.00	9.72%	428175.00
MUKUL MAHAVIR AGRAWAL	0.00%	0.00	8.27%	364500.00
RAKESH KUMAR NARULA	6.91%	304595.00	6.91%	304595.00
USHA NARULA	6.22%	274145.00	6.22%	274145.00
JYOTI NARULA	5.86%	258280.00	5.86%	258280.00
BALRAM NARULA	5.47%	240920.00	5.47%	240920.00
HARYANA REFRACTORIES PRIVATE LIMITED	5.17%	228000.00	0.51%	22500.00

d) Aggregate number of bonus shares issued during the period of 5yrs immediately preceding the reporting date- Nil

e) Shares reserved for issue under options and contracts for the sale of shares, including terms and amounts- Nil

NOTE NO. 3**RESERVES & SURPLUS**

PARTICULARS	AS AT		AS AT
	31.03.2021		31.03.2020
	P.		P.
SECURITIES PREMIUM			
Balance at the beginning of the year	65,988,865		65,988,865
Add: Premium Received during the year	-		-
Balance as at the end of the year	65,988,865		65,988,865
PROFIT & LOSS			
Balance at the beginning of the year	69,084,128		53,806,967
Add: Net Profit for the Year	16,602,497		15,277,161
Balance as at the end of the year	85,686,626		69,084,128
	151,675,491		135,072,993

**NOTE NO. 4****LONG TERM BORROWINGS**

PARTICULARS	NON CURRENT PORTION		CURRENT MATURITIES	
	As At March 31, 2021	As At March 31, 2020	As At March 31, 2021	As At March 31, 2020
Term Loans	23,007,155	3,471,722	6,602,505	1,370,759
Loans and Advances from Related Parties- Unsecured	3,200,113	3,138,157	-	-
	26,207,268	6,609,879	6,602,505	1,370,759

1. Term loans include:

(a) Rupee Term Loan (including their current maturities) of ` 250.45 lakhs from HDFC Bank Ltd. under the scheme of Guaranteed Emergency Credit Line (GECL) announced by the Honourable Finance Minister on 20th May 2020 under which a term loan of 20% of the outstanding of Working Capital Limit as on 29th Feb 2020 was provided which was under cover of 100% credit guarantee by NCGTC. The repayment of Principal amount towards the same shall be made in 48 equated installments starting from 7th Aug 2021.

(b) Rupee Term Loan (including their current maturities) of ` 28.53 lakhs from HDFC Bank Ltd. which is secured against hypothecation of the Company's Vehicles financed by the bank.

(c) Rupee Term Loan (including their current maturities) of ` 17.11 lakhs from Toyota Financial Services India Ltd., which is secured against India Ltd. which is secured against hypothecation of the Company's Vehicles financed by the bank.

2. The company has not defaulted in repayment of any interest or loans during the year, and there are no continuing defaults in respect of the same.

NOTE NO. 5**SHORT TERM BORROWINGS**

PARTICULARS	As at March 31st, 2021	As at March 31st, 2020
Loans Repayable on Demand - Secured Loans From Banks		
(a) Working Capital Limits (Secured against hypothecation of inventories & receivables, as per details below)	98,629,443	92,253,190
	98,629,443	92,253,190

1. The working capital limit have been availed from HDFC Bank which is secured against inventories and receivables of the company. Rate of interest on the same is linked with the MCLR of the Bank.

2. The company has not defaulted in repayment of any interest or loans during the year, and there are no continuing defaults in respect of the same.

NOTE NO. 6**TRADE PAYABLES**

PARTICULARS	As at March 31st, 2021	As at March 31st, 2020
Trade Payables for Goods		
(a) Due to micro and small enterprises	-	110,515
(b) Due to others	25,778,643	19,189,807
Trade Payables for Expenses		
(a) Due to micro and small enterprises	-	850,642
(b) Due to others	13,111,685	10,165,527
	38,890,328	30,316,490

**NOTE NO. 7****OTHER CURRENT LIABILITIES**

PARTICULARS	As at March 31st, 2021		As at March 31st, 2020
Advance from Customers	1,860,979		5,282,044
Other Payables (Including statutory dues, establishment expenses due etc.)	3,858,213		5,472,682
Security Deposits received from customers	2,662,991		2,395,616
ADVANCE RECEIVED TOWARDS DDU-GKY SCHEME (NET OF ADVANCES PAID TOWARDS THE SAME)	6,705,940		15,829,642
CURRENT MATURITIES OF TERM LOAN	6,602,505		1,370,759
	21,690,628		30,350,743

Note: The company have been sanctioned a new Skill Development Project under Deen Dayal Upadhyay - Grameen Kaushalya Yojna (DDU GKY Scheme) of Assam State Rural Livelihoods Mission (ASRLM) to train 1000 Candidates in projects (Rural Youth as defined in guidelines of DDU-GKY) with placement linkage by setting up a training/skill center at Majuli and Karimganj for the State of Assam. The company have received Rs.20790188.00 from the Central and State Government during the year towards the scheme against which an advance/expenditure of Rs.14084248 have been incurred by the company towards the project.

NOTE 9- NON-CURRENT INVESTMENTS

PARTICULARS	As at March 31st, 2021		As at March 31st, 2020
Unquoted equity investments, fully paid up JET KNIT INDICULUS PVT. LTD. (2500 Shares)	25,000.00		25,000.00
	25,000.00		25,000.00

NOTE NO.10**DEFERRED TAX ASSETS (NET)**

PARTICULARS	As at March 31st, 2021		As at March 31st, 2020
Deferred Tax Asset			
Accelerated Depreciation for Tax purposes	1,084,100.00		924,600.00
Deductions claimed for Balance Sheet items			
Expenses allowable on payment basis	474,800.00		459,800.00
Others			
<i>Gross Deferred Tax Assets</i>	<i>1,558,900.00</i>		<i>1,384,400.00</i>
Net Deferred tax asset	1,558,900.00		1,384,400.00

NOTE 11- LONG TERM LOANS AND ADVANCES

PARTICULARS	As at March 31st, 2021		As at March 31st, 2020
ADVANCE FOR PURCHASE OF LAND	7,980,000.00		-
	7,980,000.00		-

NOTE NO. 12**INVENTORIES**

PARTICULARS	As at March 31st, 2021		As at March 31st, 2020
Raw Material	3,998,791		3,435,362
Consumable Stores	137,535		145,180
Work-In-Progress	61,043,979		38,797,908
Finished Goods	85,199,081		64,446,878
	150,379,386		106,825,328

**NOTE NO. 13****TRADE RECEIVABLES****UNSECURED, CONSIDERED GOOD**

PARTICULARS	As at	
	March 31st, 2021	March 31st, 2020
Receivables outstanding for a period exceeding six months from the date they are due for payment	87,746,531	98,807,728
Other Receivables	82,246,507	71,060,530
	169,993,038	169,868,258

NOTE NO.14**CASH & CASH EQUIVALENTS**

PARTICULARS	As at	
	March 31st, 2021	March 31st, 2020
Cash In Hand	7,445,173	9,660,274
Balances With Scheduled Banks		
- In Current Accounts	3,307,910	685,565
- In Current Accounts (DDU-GKY Scheme) (Refer Note Below)	9,207,852	17,703,861
	19,960,935	28,049,699

Note: The company have been sanctioned a new Skill Development Project under Deen Dayal Upadhyay - Grameen Kaushalya Yojna (DDU GKY Scheme) of Assam State Rural Livelihoods Mission (ASRLM) to train 1000 Candidates in projects (Rural Youth as defined in guidelines of DDU-GKY) with placement linkage by setting up a training/skill center at Majuli and Karimganj for the State of Assam. The company have received Rs.20790188.00 from the Central and State Government during the year towards the scheme against which an advance/expenditure of Rs.14084248 have been incurred by the company towards the project.

NOTE NO.15**SHORT TERM LOANS & ADVANCES**

PARTICULARS	As at	
	March 31st, 2021	March 31st, 2020
Unsecured and Considered Good		
Balances with Revenue Authorities	5,379,808	2,442,608
Prepaid Expenses	311,024	339,650
Other Current Assets	4,643,016	6,976,535
	10,333,848	9,758,793

NOTE NO.16**OTHER CURRENT ASSETS**

PARTICULARS	As at	
	March 31st, 2021	March 31st, 2020
Unsecured and Considered Good		
Security Deposits	1,450,210	1,483,160
	1,450,210	1,483,160

NOTE NO.17**REVENUE FROM OPERATIONS**

PARTICULARS	Current Year		Previous Year	
Sale of Products	417,207,308		473,190,512	
	417,207,308		473,190,512	
Less: Sale Tax Paid	-		-	
Less: Goods & Service Tax Realised	20,561,206		23,910,555	
	396,646,102		449,279,957	



NOTE NO.18

OTHER INCOME

PARTICULARS	Current Year	Previous Year
Other Income	28,582	5,227
Job Work	-	-
Royalty Income	2,664	-
Interest Received on Income Tax	55,200	-
Profit on Sale of Assets	183,116	-
	269,562	5,227

NOTE NO.19

COST OF MATERIAL CONSUMED

PARTICULARS	Current Year	Previous Year
Opening Stock	3,435,362	6,462,195
Purchases	211,560,121	186,449,315
Direct Expenses	110,918,045	106,570,816
	325,913,528	299,482,326
Less: Closing Stock	3,998,791	3,435,362
Cost of Material Consumed	321,914,737	296,046,964

NOTE NO.20

PURCHASE OF STOCK-IN-TRADE

PARTICULARS	Current Year	Previous Year
Purchase of Trading Goods	6,805,770.07	41,944,162.40
TOTAL	6,805,770.07	41,944,162.40

NOTE NO.21

INCREASE/(DECREASE) IN FINISHED GOODS/STOCK & WIP

PARTICULARS	Current Year	Previous Year
Inventories at the Beginning Of The Year		
Work-In-Progress	38,797,908	37,573,724
Finished Goods	64,446,878	52,260,529
Consumable Goods	145,180	-
	103,389,966	89,834,253
Inventories at the End Of The Year		
Work-In-Progress	61,043,979	38,797,908
Finished Goods	85,199,081	64,446,878
Consumable Goods	137,535	145,180
	146,380,595	103,389,966
Net Increase/Decrease in Stock	(42,990,629)	(13,555,713)

**NOTE NO.22****EMPLOYEE BENEFITS EXPENSES**

PARTICULARS	Current Year	Previous Year
Salaries and Wages	8,469,453	8,078,681
Staff Welfare Expenses	284,907	245,964
Provision for Gratuity	117,924	335,772
Director's Remuneration	2,700,000	2,160,000
Bonus	615,764	731,132
Contribution to Provident Fund and other funds	613,648	666,849
	12,801,696	12,218,398

NOTE NO.23**FINANCE COSTS**

PARTICULARS	Current Year	Previous Year
Bank Charges	198,558	347,175
Interest Paid to Bank	9,090,421	11,283,356
Interest Paid to Others	312,353	428,833
	9,601,332	12,059,364

NOTE NO.24**OTHER EXPENSES**

PARTICULARS	Current Year	Previous Year
Payments to Auditors as		
(a) Auditor	325,000	325,000
(b) Taxation Matters	-	-
Repairs & Maintenance	3,221,431	2,466,198
Freight & Cartage Outward	1,430,229	1,570,989
Rent	3,513,570	3,568,819
Printing & Stationery	410,211	793,463
Rebate & Discount	15,088,542	15,952,963
Bad Debts Written Off	9,572,722	12,820,010
Miscellaneous Expenses	4,225,771	4,956,189
Security Expenses	1,156,609	1,092,229
Sales Promotion	5,421,529	10,655,295
Advertisement & Publicity	5,260,839	4,483,005
Brokerage & Commission	3,341,525	4,639,928
Power & Fuel	1,374,466	1,667,858
Legal, Professional and Consultancy	497,190	400,510
Charity & Donation	152,411	27,901
Rates and Taxes	705,471	307,555
Travelling Expenses	1,202,231	939,160
Telephone Expenses	404,049	515,325
Vehicle & Delivery Van Expenses	4,301,190	5,163,894
Insurance	663,796	690,094
	62,268,783	73,036,385



NOTE NO.8

PROPERTY, PLANT AND EQUIPMENT

PARTICULARS GROSS BLOCK DEPRECIATION				--- NET BLOCK ---		
	AS AT	ADDITIONS	SALE/ TRF	AS AT	UPTO	FOR THE	TRD	TRF/ ADJ.	UPTO	AS AT	AS AT
	01.04.2020			31.03.2021	01.04.2020	YEAR			31.03.2021	31.03.2021	31.03.2020
BUILDING & LAND	1428767.24	0.00	0.00	1428767.24	937582.41	45291.92	0.00	0.00	982874.33	445892.91	491184.83
COMPUTER, PRINTER & PERIPHERALS	6185384.86	505425.00	0.00	6690809.86	5335776.69	204158.73	0.00	0.00	5539935.42	1150874.44	849608.17
FURNITURE & FIXTURES	2277313.71	15472.15	0.00	2292785.86	2046502.28	171666.18	0.00	0.00	2218168.46	74617.40	230811.43
ELECTRIC INSTALLATION	660246.37	0.00	0.00	660246.37	497595.49	51161.43	0.00	0.00	548756.92	111489.45	162650.88
VEHICLE	28782743.21	2453271.81	3353126.00	27882889.02	23065941.94	2024934.59	0.00	3353122.00	21737754.43	6145134.59	5716801.37
OFFICE EQUIPMENT	6077120.72	270615.38	0.00	6347736.10	4917673.12	412542.80	0.00	0.00	5330215.92	1017520.18	1159447.60
PLANT & MACHINERY	37794443.89	26240.00	0.00	37820683.89	23006087.51	2389897.86	0.00	0.00	25395985.37	12424698.52	14788356.38
TOTAL	83206020.00	3271024.34	3353126.00	83123918.34	59807159.34	5299653.52	0.00	3353122.00	61753690.86	21370227.48	23398860.66

**Significant Accounting Policies**

1

As Per Our Report of Even Date

For and on Behalf of the
Board of Directors of Jet Knitwears Ltd.For Rajiv Mehrotra & Associates
Firm Reg.No.002253C
Chartered AccountantsASHISH LALWANI
(PARTNER)
M.No.426684Rakesh Kumar Narula
(Director)
(DIN:00274483)Balram Narula
(Managing Director)
(DIN: 00274566)Kanpur, 28th June 2021
UDIN: 21426684AAAABW6938Ankur Narula
(Chief Fin. Officer)Vishesh Tiwari
(Company Secretary)**Note no.1*****Notes Forming Part of the Financial Statements*****Significant Accounting Policies****(A) (i) Basis of Accounting:**

The Financial Statements have been prepared on the accrual basis of accounting, in Accordance with generally accepted accounting principles including the Accounting Standards notified under the Sec.133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules 2014.

The financial statements have been prepared on a historical cost basis. The financial statements are presented in Indian Rupees (INR) except where otherwise indicated. The financial statements are approved for issue by the Company's Board of Directors on June 28, 2021.

(ii) Consistency:

Accounting Polices not specifically referred to otherwise are consistent and are in consonance with generally accepted accounting principles.

(iii) Current v. Non-Current classification:

The Company presents assets and liabilities in the balance sheet based on current/non- current classification.

(a) An asset is treated as current when it is:

- Expected to be realized or intended to be sold or consumed in normal operating cycle,
- Held primarily for purpose of trading, or
- Expected to be realized within twelve months after the reporting period.

All other assets are classified as non-current.

(b) A liability is current when:

- It is expected to be settled in normal operating cycle,
- It is held primarily for purpose of trading,
- It is due to be settled within twelve months after the reporting period, or



- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

(iv) Use of Estimates, Assumptions and Judgements:

The preparation of financial statements requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements and the results of operations during the year. Differences between actual results and estimates are recognised in the year in which the results are known or materialise. Estimates and underlying assumptions are reviewed on an ongoing basis.

(B) Inventories: Inventories consist of raw materials, packing materials, work-in-progress and finished goods. Inventories are valued at lower of cost and net realizable value. Cost is determined on First-In-First-Out basis.

(i) Cost of raw materials and packing materials includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition.

(ii) Valuation of Closing Stock of Finished Goods & Work-in-progress:

The inventory at the yearend is valued at Cost or Net Realizable Value whichever is lower.

Cost of work-in-progress and finished goods includes direct materials, labour and proportion of manufacturing overheads based on the normal operating capacity, wherever applicable.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated cost of completion and estimated costs necessary to make the sale.

The inventories have been physically taken by the management periodically during the year. However the year end inventories could not be physically verified during the year owing to complete lockdown imposed by the Government of India in view of the COVID-19, Pandemic.

(C) Cash Flow: Cash Flow Statement has been prepared on the basis of 'Indirect Method' as prescribed under AS-3.

(D) Provisions, Contingent Liabilities and Commitments:

(i) Provisions are recognized when there is a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

(ii) The expenses relating to a provision is presented in the Statement of Profit and Loss net of reimbursements, if any.

(iii) If the effect of the time value of money is material, provisions are to be discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is proposed to be used, the increase in provision due to the passage of time is recognized as a finance cost.

(iv) Contingent liabilities are possible obligations whose existence will only be confirmed by future events not wholly within the control of the Company, or present obligations where it is not probable that an outflow of resources will be required or the amount of the obligation cannot be measured with sufficient reliability.

(v) Contingent liabilities are not recognized in the financial statements but are disclosed unless the possibility of an outflow of economic resources is considered remote.

(vi) The company has the following disputed liabilities/demand raised by statutory authorities as on 31/3/2021.



<u>S. No.</u>	<u>Liability of Dispute</u>	<u>Amount</u>	<u>Period to which it relates</u>
1.	Income Tax Department	100617.38	TDS defaults of previous years
2.	Service Tax Department	449823.00	01.04.2007 to 31.07.2011

(E) Prior Period Items: There are no prior period items during the year.

(F) Revenue Recognition:

Sales are recognized at the time when the risks and rewards as regards those goods are transferred to the buyer, and include Excise duty, Education cess duty, Secondary higher education cess, Sales Tax and Goods & Service tax, wherever applicable.

(G) Property, Plant & Equipment AS – 10:

- i. Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any.
- ii. The initial cost of an asset comprises its purchase price, any costs directly attributable to bringing the asset into its present location and condition, necessary for it to get ready for its intended use.
- iii. Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.
- iv. Spare parts, which meet the definition of Property, plant and equipment, are capitalized as Property, plant and equipment. In other cases, the spare parts are inventorised on procurement and charged to Statement of Profit and Loss at the time of consumption.
- v. The residual value and useful lives of Property, plant and equipment are reviewed at each financial year end and changes, if any, are accounted in the line with revision to accounting estimates. During the year no such review or change was made.
- vi. Depreciation on property, plant and equipment is provided on prorata basis on straight line method using the useful lives of the assets estimated by the company and in the manner prescribed in Schedule II of the Companies Act 2013.

(H) Foreign currency transaction during the current year:

The company has not done any transaction in foreign currency during the current year.

(I) Employee Benefit Expenses:

Short term employee benefits

All employee benefits payable/available within twelve months of rendering the services are classified as short-term employee benefits. Benefits such as salaries, wages and bonus, etc., are recognized in the Statement of Profit and Loss in the period in which the employee renders the related service.

Provident fund

Eligible employees receive benefits from a provident fund, which is a defined contribution plan. Both the employees and the Company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employees' salary. The Company contributes a part of the contributions to the Government administered Provident/Pension Fund. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable through the provident fund scheme as an expense, when an employee renders related services.



Other long term employee benefits

The company does not have any structured Employee's Gratuity Fund Scheme. However the company provides for its gratuity liability as a defined benefit plan. The liabilities with respect to Gratuity Plan are determined on the basis of calculation specified under Payment of Gratuity Act, 1972. The company has taken a actuary valuation report in this respect. Details of the same are as follows:

Amounts in Balance Sheet at Period-End	31-Mar-20	31-Mar-21
Defined Benefit Obligation	1,768,462	1,886,386
Fair value of Plan Assets	-	-
Funded Status - (Surplus)/Deficit	1,768,462	1,886,386
Past Service Cost not yet Recognised	-	-
Unrecognised Asset due to Limit in Para 58(B)	-	-
(Asset)/Liability Recognised in the Balance Sheet	1,768,462	1,886,386

Amounts Recognised in Statement of Profit & Loss at Period-End	31-Mar-19 to 31-Mar-20	31-Mar-20 to 31-Mar-21
Service Cost	157,195	167,970
Interest Cost	104,642	112,697
Expected Return on Plan Assets	-	-
Past Service Cost	-	-
Net Actuarial Losses/(Gains) Recognised during the period	73,935	(162,743)
(Gain)/Loss due to Settlements/Curtailments/Terminations/Divestitures	-	-
Unrecognised Asset due to Limit in Para 58(B)	-	-
Total Expense/(Income) included in "Employee Benefit Expense"	335,772	117,924

Current / Non-Current Bifurcation	31-Mar-20	31-Mar-21
Current Benefit Obligation	365,714	397,988
Non- Current Benefit Obligation	1,402,748	1,488,398
(Asset)/Liability Recognised in the Balance Sheet	1,768,462	1,886,386

(J) Borrowing Cost:

The company has not incurred any borrowing cost, in terms of AS-16 for the purpose of acquiring land, construction of building or acquiring other Fixed Assets for the pre installation period.

**(K) Segment Reporting:**

The Company's main business is manufacturing of apparels. There is no separate segment within Company as defined by 'AS – 17 Segment Reporting' issued by the Institute of Chartered Accountants of India.

(L) Related Party Disclosers:**(a) Key Management Personnel**

Anil Kumar Narula, Ankur Narula, Balram Kumar Narula, Rakesh Kumar Narula

(b) Enterprises over which Directors and their relatives are able to exercise significant influence:

Anil Kumar Narula HUF, Ankur Kumar Narula HUF, Balram Narula HUF, Bhushan Narula HUF, Gaurav Narula HUF, Rakesh Kumar Narula HUF, Rohit Narula HUF, Satish Narula HUF, Frontline Exports Pvt. Ltd.

(c) Relatives of Key Managerial Personnel:

Gaurav Narula, Jyoti Narula, Kanchan Narula, Madhu Sabbharwal, Meena Narula, Namrata Narula, Prashant Narula, Radhika Narula, Rohit Narula, Ruchi Narula, Sandhya Narula, Shashi Sabbharwal, Saurabh Narula, Usha Narula, Vaibhav Narula

(Amount in ₹)

Particulars	Key Management Personnel	Relatives of Key Managerial Personnel	Enterprises over which Directors & their Relatives are able to exercise significant influence
Rent	3,80,400.00	1,53,600.00	-
Remuneration	34,20,000.00	26,40,000.00	-
Interest	16,956.00	1,76,238.00	60,584.00
Commission	10,79,645.00	12,17,495.00	-
Sale	-	-	60,39,021.00
Purchase	-	6,24,524.50	-
Job Work Charges	-	-	1,33,87,783.08

(M) Earning per Share:

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share consolidation, without a corresponding change in resources, if any.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effect of all potentially dilutive equity shares, if any. The company has not issued any potentially dilutive equity shares.



(N) Tax Expense:

Tax expense for the year comprises of current tax and deferred tax.

- a) **Current Tax:** Current income tax, assets and liabilities are measured at the amount expected to be paid to or recovered from the taxation authorities in accordance with the Income Tax Act, 1961 and the Income Computation and Disclosure Standards (ICDS) enacted in India by using tax rates and the tax laws that are enacted at the reporting date.
- b) **Deferred Tax:** Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets and liabilities are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

- (O) Several debit and credit balances are subject to confirmation by parties.
- (P) Previous Year's figures have been regrouped / rearranged wherever necessary to conform to the figures for the current year.

**For RAJIV MEHROTRA & ASSOCIATES
CHARTERED ACCOUNTANTS
FIRM REG.NO.002253C**

**Kanpur, June 28, 2021
UDIN: 21426684AAAABW6938**

**(PARTNER)
ASHISH LALWANI
M.No.426684**



Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2021

[Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]

I	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. In Lacs)	Adjusted Figures (audited figures after adjusting for qualifications) (Rs. In Lacs)
	1.	Turnover / Total income	3969.16	3969.16
	2.	Total Expenditure	3757.01	3757.01
	3.	Net Profit	212.15	212.15
	4.	Earnings Per Share	3.77	3.77
	5.	Total Assets	3830.51	3830.51
	6.	Total Liabilities	1873.04	1873.04
	7.	Net Worth	1957.47	1957.47
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
II	Audit Qualification (each audit qualification separately):			
	a.	Details of Audit Qualification: Please refer Audit Report-Basis for Disclaimer of Opinion		
	b.	Type of Audit Qualification: Disclaimer of Opinion		
	c.	Frequency of qualification: Second Time		
	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views: NA		
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor:		
	(i)	Management's estimation on the impact of audit qualification: Based on the Management analysis and assumptions, we believe that the Profit and Loss Account and Cash Flow Statement for the year ended March 31, 2021 and the Balance Sheet as at March 31, 2021 are materially correct and as per the management the trade receivables are considered good and are recoverable in nature. The Management is making full efforts to recover these trade receivables. Further as is evident, despite being such odd industry conditions, during the year, the trade receivables outstanding for a period exceeding six months have been reduced by around Rs.100 lakhs. Hence, management does not believe there is any material financial impact of the audit qualification.		
	(ii)	If management is unable to estimate the impact, reasons for the same: Not Applicable		
	(iii)	Auditors' Comments on (i) or (ii) above: As is stated in our report, the trade receivables are recoverable as per the management but due to economic uncertainty created by the worldwide pandemic COVID-19 and also since the same are standing since long time, we are unable to comment upon the same.		
III	Signatories:			
	CA Ashish Lalwani Partner For Rajiv Mehrotra & Associates Chartered Accountants FRN : 002253C		Mr. Balram Kumar Narula (Managing Director)	
	Date: June 28, 2021 Place: Kanpur		Mr. Ankur Narula (Chief Financial Officer)	
			Mr. Ramesh Chandra (Chairman, Audit Committee)	



JET KNITWEARS LIMITED

Reg Office: 119/410-B-1 Darshan Purwa Kanpur UP 208012
CIN: L19101UP1996PLC019722, Contact No: 0512-2217553, 2296128
Website: www.jetlycot.com E-mail: info@jetknit.com

NOTICE

Notice is hereby given that the Twenty-Fifth Annual General Meeting of the Members of the Company will be held on **Monday, September 27, 2021 at 01:00 PM at Registered office of the Company at 119/410, B-1, Darshan Purwa, Kanpur-208012** to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt the audited financial statements for the financial year ended on March 31, 2021, together with the Reports of the Board of Directors and the Auditors thereon.
2. To appoint a director in place of Mr. Anil Kumar Narula (DIN: 00274462) who retires by rotation at this Annual General Meeting and being eligible, has offered himself for re-appointment.

By the Order of the Board
For JET KNITWEARS LIMITED

Place: Kanpur
Date: 26.08.2021

(Vishesh Tiwari)
Company Secretary & Compliance Officer

NOTES FOR MEMBERS' ATTENTION:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE TWENTY FIFTH ANNUAL GENERAL MEETING ('AGM') OF THE COMPANY IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF OR HERSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING THE PROXY SHOULD, HOWEVER, BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN FORTY EIGHT HOURS (48) BEFORE THE SCHEDULED TIME OF THE MEETING. PROXIES SUBMITTED ON BEHALF OF COMPANIES, SOCIETIES, ETC. MUST BE SUPPORTED BY APPROPRIATE RESOLUTION / AUTHORITY, AS APPLICABLE, ISSUED ON BEHALF OF THE NOMINATING ORGANIZATION.

As per Section 105 of the Companies Act, 2013 and relevant rules made there under, A person can act as proxy on behalf of not more than fifty (50) members and holding in aggregate not more than ten percent (10%) of the total share capital of the company carrying voting rights. A proxy form is annexed herewith. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than three days of notice in writing is given to the Company.



2. The relevant details as required under Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) and the Secretarial Standard on General Meeting (SS-2) issued by the Institute of Company Secretaries of India (ICSI), in respect of the person seeking re-appointment as a Director under Item No. 2 is mentioned under point number 21.
3. The Board of Directors has not recommended any final dividend for the Financial Year ended on March 31, 2021.
4. M/s. Rajiv Mehrotra & Associates, Chartered Accountants, (FRN: 002253C) Kanpur, were appointed as the Statutory Auditors of the Company in the 21st AGM held on 29.09.2017 to hold office till the conclusion of the 26th Annual General Meeting of the Company subject to ratification at every Annual General Meeting. However, the Ministry of Corporate Affairs (MCA) vide its circular dated 7th May 2018 notified various sections of the Companies (Amendment) Act, 2017, thereby modifying Section 139 of Companies Act, 2013. Accordingly, the requirement for ratification of appointment of Statutory Auditors by the shareholders at every Annual General Meeting has been omitted, hence no such resolution is proposed at this Annual General Meeting.
5. The Register of Members and Share Transfer books of the Company shall remain closed from September 21, 2021 to September 27, 2021(both days inclusive).
6. Members may please note that no gifts, gift coupons, or cash in lieu of gifts will be distributed at meeting, in compliance with Section 118(10) of the Companies Act, 2013 and the Secretarial Standards issued by Institute of Company Secretaries of India.
7. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company or the RTA of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified from time to time. Members are requested to make all correspondence in connection with shares held by them by addressing letters directly to the Company or its RTA quoting their Folio number or their Client ID number with DPID number, as the case may be.
8. Members holding shares in dematerialized form are requested to intimate all changes pertaining to their bank details such as bank account number, name of the bank and branch details, MICR code and IFSC code, mandates, nominations, power of attorney, change of address, change of name, e-mail address, contact numbers, etc., to their Depository Participant (DP). Changes intimated to the DP will then be automatically reflected in the Company’s records which will help the Company and the Company’s Registrar and Transfer Agent, Bigshare Services Pvt. Ltd. to provide efficient and better services. Members holding shares in physical form are requested to intimate such changes to Bigshare Services Pvt. Ltd.
9. Non-resident Indian Members are requested to inform Registrar and Share Transfer Agent, immediately of:
 - i. the change in the residential status on return to India for permanent Settlement.
 - ii. the particulars of their Bank Account maintained in India with complete name, branch, account type, account number and address of the Bank with Pin Code number, if not furnished earlier.
10. The Securities and Exchange Board of India (“SEBI”) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding Shares in electronic form are, therefore requested to submit the PAN to their Depository Participants with whom they are maintaining their Demat Accounts. Members holding shares in physical form shall



submit their PAN details to the Company at its Registered Office or to the Registrar and Share Transfer Agent (Bigshare Services Pvt. Ltd.).

11. The Securities and Exchange Board of India ('SEBI') has mandated the transfer of securities to be carried out only in dematerialised form (except in case of transmission or transposition of securities) effective from 1st April, 2019. Accordingly, requests for physical transfer of securities of listed entities shall not be processed from 1st April, 2019 onwards. In view of such amendment and in order to eliminate the risks associated with physical holding of shares, Members who are holding shares in physical form are hereby requested to dematerialise their holdings. For any help, the Shareholders may contact to the Registrar & Transfer Agent at email id investor@bigshareonline.com and to Company Secretary at email id compliance@jetknit.com or info@jetknit.com
12. Members/Proxies are requested to deposit the Attendance Slip duly filled in and signed for attending the Meeting. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company, a certified copy of the Board Resolution, Power of Attorney or such other valid authorizations, authorizing them to attend and vote on their behalf at the Meeting. Members who hold shares in dematerialized form are requested to bring their DP ID and client ID No(s) for easier identification of attendance at the Meeting. Members are requested to affix their signatures at the space provided on the attendance slip annexed to the proxy form and hand over the slip at the entrance of the meeting hall.
13. In case of joint holders attending the Meeting, the member whose name appears as the first holder in the order of names as per the Register of Members will be entitled to vote.
14. SEBI & Ministry of Corporate Affairs is promoting electronic communication as a contribution to greener environment. Accordingly, as a part of green initiative and also in view of the massive outbreak of the COVID-19 pandemic, referring to MCA General Circular No. 20/2020 dated 5th May, 2020 and SEBI Circular dated January 15, 2021 read with SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020, soft copy of the Notice of the AGM along with the Annual Report 2020-21 is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company / Depositories. Members may note that this Notice and the Annual Report 2020-21 will also be available on the Company's website www.jetlycot.com and on the website of the Stock Exchange i.e. NSE Limited at www.nseindia.com.
15. All relevant documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection by the Members at the Registered Office of the Company during normal business hours on all working days, upto and including the date of the Meeting. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts or Arrangements in which the Directors are interested maintained under Section 189 of the Companies Act, 2013 will be available for inspection by the Members at the Annual General Meeting.
16. The business set out in the Notice will be transacted through electronic voting system and the Company is also providing facility to vote through ballot paper at the venue of AGM. Instructions and other information relating to e-voting are given in this Notice under Note No. 20.
17. Members desirous of obtaining any information on Annual Financial Statements of the Company at the Meeting are requested to write to the Company at least 7 (seven) days before the date of the Meeting, so that the information required may be made available at the Meeting.



18. Members who have not registered their e-mail addresses so far, are requested to register their e-mail address for receiving all communication including Annual Report, Notices, Circulars etc. from the Company electronically. Manner of registering / updating email addresses is as under:
- i) Members holding shares in physical mode, who have not registered / updated their email addresses with the Company, are requested to inform the Company with details of folio number and attaching a self-attested copy of PAN card at info@jetknit.com or compliance@jetknit.com or to the RTA Big Share Services Private Limited at mukesh@bigshareonline.com.
 - ii) Members holding shares in dematerialized mode, who have not registered / updated their email addresses with their Depository Participants are requested to register their email addresses with the Depository Participants with whom they maintain their demat accounts.
19. A route map showing direction to reach the venue of the 25th Annual General Meeting is given at the end of this notice as per the requirement of Secretarial Standards -2 on General Meeting.

20. Instructions and other information relating to remote e-voting are as under:

- a) Pursuant to the provisions of Section 108 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Management and Administration) Rules, 2014 as amended and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Company is pleased to provide to its members facility to exercise their right to vote on resolutions set forth in this Notice convening the 25th Annual General Meeting to be held on Monday, September 27, 2021 at 01:00 PM at Registered Office of the Company at 119/410, B-1, Darshan Purwa, Kanpur. The members may cast their votes using an electronic voting system from a place other than the venue of the meeting ('remote e-voting').
- b) The Company has engaged the services of National Securities Depository Limited ("NSDL") as the Agency to provide e-voting facility.
- c) E-voting facility will be available during the following voting period:

Commencement of E-Voting	End of E-Voting
From 09:00 AM (IST) on Friday, September 24, 2021	Upto 5:00 PM (IST) on Sunday, September 26, 2021

- d) During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the *cut-off date i.e. September 20, 2021* may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the Member, the Member shall not be allowed to change it subsequently. Further, the Members who have, casted their vote electronically shall not vote by way of poll, if held at the Meeting.
- e) The Members of the Company holding shares on the "cut-off date" of *September 20, 2021* only shall be entitled to avail the facility of remote e-voting. Cut-off date means the date on which the right of voting of the members shall be reckoned and a person who is not a member as on the cut-off date should treat this notice for information purposes only.
- f) Any person, who become a member of the Company after dispatch of the Notice of the meeting and holding shares as on the cut-off date i.e. *September 20, 2021* may obtain the login ID and password by sending a request at evoting@nsdl.co.in or RTA.



g) The process and manner for remote e-voting are as under:

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

Step 1: Access to NSDL e-Voting system





A) Login method for e-Voting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <li data-bbox="618 816 1388 1226">1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under “IDeAS” section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period. <li data-bbox="618 1262 1388 1388">2. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsd.com/. Select “Register Online for IDeAS” Portal or click at https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp <li data-bbox="618 1423 1388 1833">3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsd.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digitdemat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on options available against company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.



	<p>4. Shareholders/Members can also download NSDL Mobile App “NSDL Speede” facility by scanning the QR code mentioned below for seamless voting experience.</p> <p>NSDL Mobile App is available on</p> <p> App Store  Google Play</p> <div style="display: flex; justify-content: space-around;">   </div>
<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<ol style="list-style-type: none"> Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of e-Voting service provider i.e. NSDL. Click on NSDL to cast your vote. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
<p>Individual Shareholders (holding securities in demat mode) login through their depository participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Once login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on options available against company name or e-Voting service provider-NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period.</p>

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.



Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-23058738 or 022-23058542-43

B) Login Method for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to



- login and cast your vote.
- b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered**
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - a) Click on "**Forgot User Details/Password?**"(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **Physical User Reset Password?**" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
 7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
 8. Now, you will have to click on "Login" button.
 9. After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically on NSDL e-Voting system.

How to cast your vote electronically on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

**General Guidelines for shareholders**

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to csgopesh@gmail.com with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to (compliance@jetknit.com).
 2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to (compliance@jetknit.com). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A) i.e. Login method for e-Voting for Individual shareholders holding securities in demat mode.**
 3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
 4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.
- h) Once the vote on a resolution is cast by a Member, the Member shall not be allowed to change it subsequently. Further, the Members who have cast their vote by remote e-voting may also attend the meeting but shall not be entitled to cast their vote again.
- i) The Board of Directors has appointed Mr. Gopesh Sahu, Practicing Company Secretary, (Membership No. FCS 7100), as Scrutinizer to scrutinize the E-Voting process in a fair and transparent manner.
- j) The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date i.e. **September 20, 2021**. A Member who is a related party is not entitled to vote on a Resolution relating to approval of any contract or arrangement in which such Member is a related party.



- k) The Results on resolutions shall be declared not later than 48 hours from the conclusion of the Annual General Meeting of the Company and the resolutions will be deemed to be passed on the Annual General Meeting date subject to receipt of the requisite number of votes in favour of the Resolutions.
- l) The Results declared along with the Scrutinizer's Report(s) will be available on the Company's website i.e. www.jetlycot.com and on the website of NSDL <https://evoting.nsdl.com> The results shall simultaneously be communicated to the Stock Exchange, where the share of the company is listed.

21. The details required to be given in pursuance of Regulation 36 (3) of the SEBI (LODR) Regulations, 2015 and Secretarial Standards on General Meetings (SS-2) of ICSI regarding Directors seeking appointment/re-appointment:

Name of the Director and DIN	Mr. Anil Kumar Narula (00274462)		
Designation	Promoter and Whole Time Director		
Date of Birth & Age	30/03/1956, 65 years		
Qualification	Post - Graduate in Commerce		
Date of Original Appointment	April 02, 1996		
No. of Board Meetings attended during the Year	3 out of 6		
Experience and Expertise	He is a businessman having rich experience of more than 40 years in the marketing and manufacturing of Hosiery Undergarments. He is managing Tirupur Manufacturing Unit of the Company. He is the Member of South India Hosiery Manufacturers Association. He serves his social responsibilities by being an active member of UNICEF (A Body for Child Welfare) and Tirupura Seva Samiti (An Association doing Welfare Work for Poor People).		
Relationship between Directors, Manager and other Key Managerial Personnel	Mr. Anil Kumar Narula is the real brother of Mr. Balram Kumar Narula (Managing Director) and Mr. Rakesh Kumar Narula (Whole Time Director) and uncle of Mr. Ankur Narula (Chief Financial Officer)		
Directorship in other Companies	Front Line Exports Private Limited		
No. of Equity Shares held in the company	445025 (Jet Knitwears Limited)		
Terms and conditions of re-appointment & Remuneration sought for	Same as existing terms and conditions		
Details of remuneration last drawn (2020-21)	9,00,000/- p.a.		
Chairmanship/Membership of Committees in the Board of other Companies	Name of the Company	Name of the Committee	Chairman/Member
	NIL	NIL	NIL

By the Order of the Board
For **JET KNITWEARS LIMITED**

Place: Kanpur
Date: 26.08.2021

(Vishesh Tiwari)
Company Secretary & Compliance Officer



JET KNITWEARS LIMITED

Reg Office: 119/410-B-1 Darshan Purwa Kanpur UP 208012
CIN: L19101UP1996PLC019722, Contact No: 0512-2217553, 2296128
Website: www.jetlycot.com E-mail: info@jetknit.com

25th Annual General Meeting ATTENDANCE SLIP

Master Folio:		DP ID**:	
No. of Shares:		Client ID**:	

I hereby record my presence at the 25th Annual General Meeting of the Company at **Registered office of the Company at 119/410, B-1, Darshan Purwa, Kanpur-208012.**

I am a shareholder of the Company*

I am a Proxy/Authorised Representative of the shareholders(s)*

Name of Shareholder/Proxy:.....



Signature of Shareholder/Proxy:

* Please strike off any one which is not applicable.

** Applicable for shareholders holding shares in electronic form.

Note: 1) Shareholder/Proxy wishing to attend the meeting must bring the Attendance Slip at the meeting and hand over the same at the entrance, duly signed.

2) No gifts would be given to Shareholders for attending the AGM, as per SEBI instructions.



JET KNITWEARS LIMITED

Reg Office: 119/410-B-1 Darshan Purwa Kanpur UP 208012
 CIN: L19101UP1996PLC019722, Contact No: 0512-2217553, 2296128
 Website: www.jetlycot.com E-mail: info@jetknit.com

25th Annual General Meeting

PROXY FORM Form MGT-11

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies
(Management and Administration) Rules, 2014]

I/We.....
of.....
in the district ofbeing a
 member / members of **JET KNITWEARS LIMITED** hereby appoint
of.....
or failing him/her
as my/our proxy to attend and vote for me/us and on
 my/our behalf at the 25th Annual General Meeting to be held on Monday, September 27, 2021 at 01:00
 PM or at any adjournment thereof.

Master Folio:		DP ID**:	
No. of Shares:		Client ID**:	

Resolution No.	Resolutions	Optional*	
		For	Against
ORDINARY BUSINESS			
1	To receive, consider and adopt the audited financial statements for the financial year ended on March 31, 2021, together with the Reports of the Board of Directors and the Auditors thereon		
2	To appoint a director in place of Mr. Anil Kumar Narula (DIN: 00274462) who retires by rotation at this Annual General Meeting and being eligible, has offered himself for re-appointment		

Signed this _____ day of _____ 2021

Signature of Shareholder _____

Signature of Proxy Holder(s) _____

Affix a ₹
1/-
Revenue
Stamp

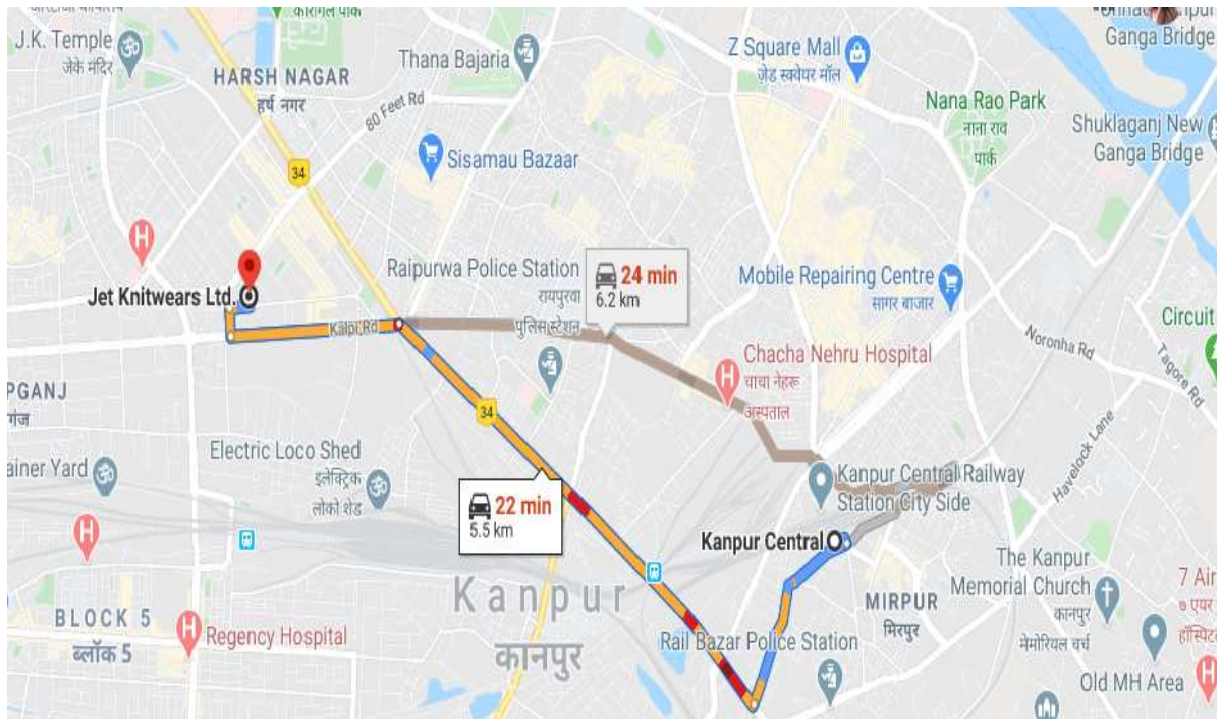


****Applicable for shareholders holding shares in electronic form.**

NOTES:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.
2. A Proxy need not be a member of the Company.
3. A person can act as proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.
4. This is only optional. Please put a 'X' in the appropriate column against the resolutions indicated in the Box. If you leave the 'For' or 'Against' column blank against any or all the resolutions, your Proxy will be entitled to vote in the manner as he / she thinks appropriate.
5. Appointing proxy does not prevent a member from attending in person if he so wishes.
6. In the case of joint holders, the signatures of any one holder will be sufficient, but names of all the joint holders should be stated.

ROUTE MAP TO THE AGM VENUE





If undelivered, Please Return to:
JET KNITWEARS LIMITED
Reg Office: 119/410-B-1 Darshan Purwa
Kanpur UP 208012
Contact No: 0512-2217553, 0512-2296128