

## Due Diligence Report

# AKSHAT COTSPIN PRIVATE LIMITED

4 Hazarimal Shah Roadsalkia

Howrah, West Bengal, 000000  
India

Credence Risk Score	C, Business dealings permissible on a regular monitoring basis
Company Status	Active
Bank User Name	Super Admin
Delivered On	05/06/2022

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## Credence Risk Score

Risk Score	C
Explanation	Business dealings permissible on a regular monitoring basis
Comment on Risk Score	Medium Risk
Maximum Credit Limit	USD 30,000
Litigation	Not found
Comments	<p>AKSHAT COTSPIN PRIVATE LIMITED is a small and medium sized Private Limited company incorporated in 2004 and with registered office in Howrah, West Bengal. The company is engaged in the business of providing cotton ginning services and sale of cotton yarn and cotton waste. The company has secured charges and banking facilities of INR 38.8 Mn with the charges registered in favor of Punjab National Bank. The company is owned and managed by the Kedia family and most of the directors have no other directorships except one in a company called B.N.K Apparels Private Ltd which is in the business of trading garments. We could not find any import or export history for the company and the business is mainly domestic focused. The company has modest financials with sales of INR 317 Mn, EBIDTA of INR 7.72 and PAT of 4.87Mn in FY21. The sales growth has been slow yet consistent from INR 19.73 Mn in FY14 to INR 317 Mn in FY21. The company has a small equity base of INR 18.49 Mn with external debt of INR 19.43 Mn and Total outside liability of INR 31.88 Mn leaving to External gearing of 1.05x and Total gearing of 1.72x which remains acceptable. Also most of the loans are from directors or related parties which keeps the external leverage low. The liquidity is acceptable with current ratio of 2.57x and cash conversion cycle of 40days which keeps the working capital requirement low. The company works with only 6 days of inventory. The firm does not have any negative hits and Corruption, Money laundering and Terrorist financing checks showed no name matches.</p>

# AKSHAT COTSPIN PRIVATE LIMITED

## Key Information

<b>Registered Address</b>	4 HAZARIMAL SHAH ROADSALKIA HOWRAH 000000 WEST BENGAL
<b>Business Address</b>	4, Hazarimall Saha Road, Bandhaghat, Salkia Howrah 711106 West Bengal
<b>IDoration</b>	Sep 8, 2004
<b>Type of Entity</b>	Private Limited Indian Non-Government Company
<b>Listing Status</b>	Unlisted
<b>Email</b>	genhardco@gmail.com
<b>Phone</b>	03322100314
<b>CIN</b>	U17115WB2004PTC099696
<b>PAN</b>	AAECA8883C
<b>Paid Up Capital (INR, million)</b>	2.90
<b>Authorized Capital (INR, million)</b>	3.50
<b>Sum of Charges (INR, million)</b>	38.76
<b>E-Filing Status</b>	Active
<b>Active Compliance</b>	ACTIVE compliant
<b>FYED for which Annual Date of Last AGM</b>	Nov 29, 2021
<b>LEI No</b>	

## About The Company

Akshat Cotspin Private Limited (ACPL), as per its annual filings, is engaged in the business of providing cotton ginning services. The company was incorporated in 2004 and has its registered office located in Howrah, West Bengal.

## Industry And Segment(s)

Manufacturing	Textile
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## Principal Business Activities 2021

Main Activity Group Code	Description of Main Activity Group	Business Activity Code	Description of Business Activity	% of Turnover
G	Trade	G1	Wholesale Trading	100

## Name History

This corporate has not had any name change as per our records.

## Standalone Financial Data

Balance Sheet - AOC-4 (INR, Million)	Mar 31, 2019	Mar 31, 2020	Mar 31, 2021
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Share Capital	2.90	2.90	2.90
Reserves and Surplus	7.03	10.72	15.59
Other Equity	0.00	0.00	0.00
<b>Total Equity</b>	<b>9.93</b>	<b>13.62</b>	<b>18.49</b>
<b>Liabilities</b>			
<b>Non-current Liabilities</b>			
Long Term Borrowings	0.00	0.00	12.79
Net Deferred Tax Liabilities	0.10	0.08	0.06
Other Long Term Liabilities	0.00	0.00	0.00
Long Term Provisions	0.00	0.00	0.00
<b>Total Non-current Liabilities</b>	<b>0.10</b>	<b>0.08</b>	<b>12.85</b>
<b>Current Liabilities</b>			
Short Term Borrowings	9.35	18.43	6.58
Trade Payables	2.27	29.16	10.47
Other Current Liabilities	0.15	0.71	0.28
Short Term Provisions	0.45	1.24	1.70
<b>Total Current Liabilities</b>	<b>12.22</b>	<b>49.54</b>	<b>19.03</b>
<b>Total Equity and Liabilities</b>	<b>22.25</b>	<b>63.25</b>	<b>50.37</b>
<b>Assets</b>			
<b>Net Fixed Assets</b>			
Tangible Assets	0.60	0.75	0.60
Intangible Assets	0.00	0.00	0.00
<b>Total Net Fixed Assets</b>	<b>0.60</b>	<b>0.75</b>	<b>0.60</b>
Capital Work-in-progress	0.00	0.00	0.00

### Other Non-current Assets

Non-current Investments	0.00	0.00	0.00
Net Deferred Tax Assets	0.00	0.00	0.00
Long Term Loans and Advances	0.00	0.00	0.00
Other Non-current Assets	0.79	0.93	0.80
<b>Total Other Non-current Assets</b>	<b>0.79</b>	<b>0.93</b>	<b>0.80</b>

### Current Assets

Current Investments	0.00	0.00	0.00
Inventories	3.04	3.78	5.06
Trade Receivables	8.54	51.28	39.80
Cash and Bank Balances	0.50	3.75	1.26
Short Term Loans and Advances	7.84	0.72	0.25
Other Current Assets	0.94	2.04	2.60
<b>Total Current Assets</b>	<b>20.86</b>	<b>61.56</b>	<b>48.98</b>
<b>Total Assets</b>	<b>22.25</b>	<b>63.25</b>	<b>50.37</b>

<b>Profit &amp; Loss - AOC-4 (INR, Million)</b>	Mar 31, 2019	Mar 31, 2020	Mar 31, 2021
* Total operating revenue net of taxes.			
Net Revenue *	107.25	331.37	317.25
<b>Operating Cost</b>			
Cost of Materials Consumed	0.00	0.00	0.00
Purchases of Stock-in-trade	100.61	316.24	302.25
Changes in Inventories / Finished Goods	-0.53	-0.73	-1.29
Employee Benefit Expense	0.41	0.26	0.40
Other Expenses	3.86	9.92	8.17
<b>Total Operating Cost</b>	104.34	325.69	309.54
Operating Profit ( EBITDA )	2.91	5.68	7.72
Other Income	0.02	0.23	0.13
Depreciation and Amortization Expense	0.34	0.14	0.15
Profit Before Interest and Tax	2.59	5.77	7.69
Finance Costs	1.18	0.89	1.12
Profit Before Tax and Exceptional Items Before Tax	1.41	4.88	6.58
Exceptional Items Before Tax	0.13	0.03	-0.03
Profit Before Tax	1.54	4.91	6.55
Income Tax	0.40	1.22	1.68
Profit for the Period from Continuing Operations	1.14	3.69	4.87
Profit from Discontinuing Operations After Tax	0.00	0.00	0.00
<b>Profit for the Period</b>	1.14	3.69	4.87

<b>Ratios - AOC-4</b>	Mar 31, 2019	Mar 31, 2020	Mar 31, 2021
Revenue Growth (%)	6.85	208.96	-4.26
EBITDA Margin (%)	2.71	1.71	2.43
Net Margin (%)	1.06	1.11	1.54
Return on Equity (%)	11.50	27.09	26.34
Debt / Equity	0.94	1.35	1.05
Inventory / Sales (Days)	10.36	4.16	5.83
Debtors / Sales (Days)	29.06	56.48	45.79
Payables / Sales (Days)	7.71	32.12	12.05
Cash Conversion Cycle (Days)	31.70	28.52	39.57
Sales / Net Fixed Assets	178.23	441.12	526.65
Current Ratio (Current Assets / Current Liability)	1.71	1.24	2.57
Quick Ratio ((Current Assets less Inventory)/ Current Liability)	1.46	1.17	2.31
External Gearing ( Total External Debt / Tangible Networkth)	0.94	1.35	1.05
Total Gearing ( Total Outside Liabilities / Tangible Networkth)	1.24	3.64	1.72
Interest Coverage ( EBIDTA / Interest paid)	2.48	6.38	6.91



### Auditors' Comments - Standalone

Financial Year	Qualified / Adverse Remarks?
2019	No
2020	No
2021	No

### Comments under Auditors' Report and Directors' Report

No comments are available

### Auditor(s) - Standalone

Year	Auditor Name	Auditor Firm Name	PAN (of firm or auditor)
2019	AGARWAL MAHADEV LAL	AGARWAL KEJRIWAL & CO	AADFA8632P
2020	AGARWAL MAHADEV LAL	AGARWAL KEJRIWAL & CO	AADFA8632P
2021	AGARWAL MAHADEV LAL	AGARWAL KEJRIWAL & CO	AADFA8632P

## Structure - 31st March,2021

Promoter %	Public %	No. of Shareholders	Total Equity Shares	Total Preference Shares
87.93	12.07	6	290,000	0

## Share Holding Pattern

Promoters - 31st March,2021				
Category	Equity		Preference	
	Number of Shares	Percentage	Number of Shares	Percentage
Individual / Hindu Undivided Family				
(i) Indian	255,000	87.93	0	0
(ii) Non-resident Indian (others)	0	0	0	0
(iii) Foreign national (other than NRI)	0	0	0	0
Government				
(i) Central Government	0	0	0	0
(i) Central Government	0	0	0	0
(ii) State Government	0	0	0	0
(iii) Government companies	0	0	0	0
Insurance companies	0	0	0	0
Banks	0	0	0	0
Financial institutions	0	0	0	0
Foreign institutional investors	0	0	0	0
Mutual funds	0	0	0	0
Venture capital	0	0	0	0
Body corporate (not mentioned above)	0	0	0	0
Others	0	0	0	0
Total	255,000	87.93	0	0

**Public / Other Than Promoters - 31st March,2021**

Category	Equity		Preference	
	Number of Shares	Percentage	Number of Shares	Percentage
Individual / Hindu Undivided Family				
(i) Indian	35,000	12.07	0	0
(ii) Non-resident Indian (others)	0	0	0	
(iii) Foreign national (other than NRI)	0	0	0	0
Government				
(i) Central Government	0	0	0	0
(i) Central Government	0	0	0	0
(ii) State Government	0	0	0	0
(iii) Government companies	0	0	0	0
Insurance companies	0	0	0	0
Banks	0	0	0	0
Financial institutions	0	0	0	0
Foreign institutional investors	0	0	0	0
Mutual funds	0	0	0	0
Venture capital	0	0	0	0
Body corporate (not mentioned above)	0	0	0	0
Others	0	0	0	0
Total	35,000	12.07	0	0

## Directors Shareholding - 2021

Name	Designation	Shareholding (%)	Number of Shares
SURESH KEDIA KUMAR	Director	28.1	81,500
RAMESH KUMAR KEDIA	Director	28.28	82,000
NIRAJ KEDIA	Director	31.55	91,500

## Current Directors

Director Name	Designation	DIN	PAN	DOB	Gender	Appointment Date	Flags
SURESH KEDIA KUMAR	Director	00458974	AGCPK8979N	Jan 8, 1962	Male	Sep 8, 2004	-
RAMESH KUMAR KEDIA	Director	00469305	AGCPK8975A	Jan 31, 1964	Male	Jun 1, 2006	-
NIRAJ KEDIA	Director	08383506	AFOPK2879Q	Oct 2, 1971	Male	Mar 7, 2019	-

## Related Corporates

*H = Holding	*PC = Paid Up Capital	*OC = Obligation of Contribution	*CF = Charges Filed	*ID. = Incorporation Date
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### Holding Corporates

There are no Holding Corporates

### Subsidiary Corporates

There is no Subsidiary Corporates

### Associate Corporates

There is no Associate Corporates

### Joint Ventures

There is no Joint Ventures

## Other Directorships

\*PC = Paid Up  
Capital\*OC = Obligation of  
Contribution

\*CF = Charges Filed

\*ID. =  
Incorporation  
Date

## SURESH KEDIA KUMAR ( DIN:00458974)

Corporate Name	*PC (INR, Million)	*CF/*OC (INR, Million)	*ID.	Status	Appointment Date
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## RAMESH KUMAR KEDIA ( DIN:00469305)

Corporate Name	*PC (INR, Million)	*CF/*OC (INR, Million)	*ID.	Status	Appointment Date
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## NIRAJ KEDIA ( DIN:08383506)

Corporate Name	*PC (INR, Million)	*CF/*OC (INR, Million)	*ID.	Status	Appointment Date
B.N.K APPARELS PRIVATE LIMITED(U18109WB2020PTC236556)	2.70	5.00	Feb 19, 2020	ACTIVE	Feb 19, 2020



**Charges Filed - Open**

Sl.No	Charge ID	Date	Holder Name	Amount (INR, Million)	Type
1	90256592	Mar 28, 2022	PUNJAB NATIONAL BANK	36	Modification
2	100574508	Mar 28, 2022	PUNJAB NATIONAL BANK	0.9	Creation
3	100454092	May 12, 2021	PUNJAB NATIONAL BANK	1.855	Creation

## Peer Comparison

### Industry: Manufacturing | Segment(s): Textile

Metrics	FY 2021		FY 2020		FY 2019	
	Actual Value	Median	Actual Value	Median	Actual Value	Median
# of Peers in Sample		30.00		29.00		28.00
Revenue (INR, Million)	317.25	316.15	331.37	347.47	107.25	348.54
Revenue Growth (%)	-4.26	-7.87	208.96	-2.94	6.85	0.19
Net Margin (%)	1.54	0.92	1.11	0.75	1.06	0.74
Return on Equity (%)	26.34	5.29	27.09	7.48	11.50	5.88
Debt / Equity	1.05	1.61	1.35	1.61	0.94	1.65
Inventory / Sales (Days)	5.83	68.90	4.16	54.77	10.36	53.86
Debtors / Sales (Days)	45.79	73.62	56.48	72.43	29.06	65.69
Payables / Sales (Days)	12.05	49.42	32.12	59.33	7.71	45.05
Cash Conversion Cycle (Days)	39.57	106.31	28.52	82.39	31.71	79.83
Sales / Net Fixed Assets	526.65	4.46	441.12	4.46	178.23	4.60

### 4 Closest Peers by Revenue

Legal Name	City	Revenue (INR, Million)
BRINDHA COTTON MILLS PRIVATE LIMITED	TIRUNELVELI	317.68
C V SPINNERS PRIVATE LIMITED	COIMBATORE	317.27
AKSHAT COTSPIN PRIVATE LIMITED	Howrah	317.25
AKSHAR FABRICS PVT LTD	ANKLESHWAR	317.11
CEDAAR TEXTILE PRIVATE LIMITED	BENGALURU	317.04

## GST

### Active GSTINs

GSTIN	State	Type	Latest Filing(s)	Financial Year	Tax Period
33AAECA8883C1ZQ	Tamil Nadu	GSTR3B	May 19, 2022	2022-2023	April
		GSTR1	May 10, 2022	2022-2023	April

## Legal History

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### Pending Cases Filed Against this Corporate

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There are no Pending Cases Filed Against this Corporate

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### Pending Cases Filed By this Corporate

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There are no Pending Cases Filed By this Corporate

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### Pending Cases for Consolidation of Corporate Affairs

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There are no Pending Cases for Consolidation of Corporate Affairs

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## Credit Ratings

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**There are no Credit Ratings**

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## Compliance

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### Incidents of Name Removal U/S 248(5) by ROC

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As per our records, this corporate name was never removed under section 248(5) by ROC

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### BIFR History

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This corporate has no BIFR Cases as per our records.

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### Corporate Debt Restructuring (CDR) History

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This corporate has no CDR History as per our records

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### Suit Filed Cases as per Bureaus

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This corporate has no Suit Filed Cases as per Bureaus

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