

About the Company

Gangotri Textiles Limited, a listed integrated textile company, is engaged in Open End (OE) spinning, Ring spinning, Weaving, Yarn & Fabric dyeing, Garment manufacturing and captive power generation. The Company's manufacturing facilities are located in Tamil Nadu and Maharashtra. The Company is one of the very few integrated textiles companies in India with facilities for Yarns, Fabric, and Garments manufacturing.

About the Transaction

The Company had consistent profit making and dividend paying track record till 2007. However, due to various factors like cost overrun, higher interest cost, etc., the Company went into financial stress and restructured its debt obligations under Corporate Debt Restructuring (CDR) Mechanism in 2008.

However, the adverse impact of the global meltdown and recession which majorly affected US and Europe markets, led to a trickle down negative impact on sectors supplying products during 2008-09 and adversely impacted the operations of the Company.

Capacity

Activity	Capacity
OE Spinning (No. of Rotors)	~ 6000
Ring Spinning (No. of Spindles)	~ 28000
Fabric Weaving (No. of Looms)	~ 130
- <i>Airjet Looms</i>	~ 90
- <i>Rapier Looms</i>	~ 40
Fabric Dyeing	~ 50000 mtrs / day
Garment Stitching	~ 1000 pieces / day
Windmills	~ 8.25 MW

Hence, the Company has not been able to generate orders to the extent anticipated, which affected the total revenue and EBIDTA for the FY 2010. ***The Company had approached Think Capital for reworking of the CDR Debt of around ~ INR 4,000 MN during March, 2010. Think Capital assisted and advised the Company on the reworking of CDR Package whilst protecting the NPV of the existing loans, thus helping the Company to avail benefits of restructuring and also enabling the lenders to maintain the account as standard.***