

STIL/

08th November , 2016

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| M/s. Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai 400 001 Fax No. 022-22723121/719/22702037/39 Scrip Code: 532782 | M/s. National Stock Exchange of India Ltd. Exchange Plaza, 5 th Floor, Plot No.C/1, G-Block, Bandra-Kurla Complex, Bandra(E), Mumbai 400 051 Fax No. (022-2659 8237/38) Scrip Code : SUTLEJTEX |
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Dear Sirs,

Please find enclosed herewith a copy of the Press Release with respect to the Unaudited Financial Results for the quarter and half year ended 30th September, 2016.

Thanking you,

Yours faithfully,
For Sutlej Textiles and Industries Limited



(D.R.Prabhu)
Company Secretary and Compliance Officer



Encl:a.a.

Press Release

H1 FY 2017 Results
Total Income of Rs. 1129 Crores, Up 14% YoY
EBITDA of Rs. 179 Crores, Up 24% YoY
Net Profit of Rs. 97 Crores, Up 50% YoY
EPS of Rs. 59.20 per share

Mumbai, Maharashtra, November 08, 2016: Sutlej Textiles and Industries Limited (BSE: 532782 / NSE: SUTLEJTEX), a leading manufacturer and exporter of value added dyed yarns (synthetic & cotton mélange) with presence in Home Textiles, today reported its financial results for the quarter and half year ended 30th September 2016.

| Particulars (Rs crore) | Q2 FY17 | Q2 FY16# | % change wrt Q2 FY16 | H1 FY17 | H1 FY16# | % change wrt H1 FY16 |
|----------------------------|---------------|---------------|----------------------|----------------|---------------|----------------------|
| Total Income | 567.38 | 517.81 | 9.57 | 1128.86 | 987.57 | 14.31 |
| EBITDA | 92.20 | 73.78 | 24.97 | 178.64 | 143.98 | 24.07 |
| EBITDA % | 16.25 | 14.25 | 200 bps | 15.82 | 14.58 | 124 bps |
| PBDT | 82.60 | 63.09 | 30.92 | 155.76 | 121.45 | 28.25 |
| PAT | 51.90 | 32.91 | 57.70 | 96.99 | 64.46 | 50.47 |
| PAT % | 9.15 | 6.36 | 279 bps | 8.59 | 6.53 | 206 bps |
| EPS (Diluted) (Rs.) | 31.68 | 20.09 | --- | 59.20 | 39.35 | --- |

The financial results are exclusive of financial results of Birla Textile Mills as per Ind As

Commenting on the results, Mr. C.S. Nopany, Chairman, Sutlej Textiles and Industries Ltd said “The Second Quarter of the year continued to witness challenges due to global slowdown and stressed rural economy. Sutlej was able to offset these strong headwinds by its prudent raw material purchasing policy in a volatile cotton fiber market by maintaining sufficient cotton inventory at lower prices.

With normal monsoon, implementation of 7th pay commission, one rank one pension and other Government initiatives, we are optimistic about the future. I hope with ongoing expansion projects to scale up the production of value added yarns and Home Textiles the Company will be able to deliver better performance in coming years.”

Key Developments

Brownfield project - Capacity Expansion of Value Added Products at Bhawanimandi, Rajasthan

- Work on the expansion project for adding 35,280 spindles at Bhawanimandi, Rajasthan facility at a project cost of Rs.270 crores is progressing satisfactorily.
- At present, Trial run is going on 33,840 spindles. The project is likely to commence commercial production in Q4 FY 2017 as per the schedule.
- 17 no. Circular Knitting Machines will also be installed by June 2017.
- Project is being funded by mix of internal accruals and term loans sanctioned under TUFS.
- Dedicated capacity focused towards producing Value Added Cotton and Cotton blended dyed and Mélange Yarn.

Home Textiles Division expansion on track

- Expansion project to increase installed capacity to 9.6 million metres p.a. is progressing as per schedule and likely to complete by Q4 FY 2017.
- Out of 54 looms to be installed, the Company has installed 36 looms and has placed order for 18 looms. The present installed capacity has reached to 8.4 million metres p.a.
- Total project cost of Rs. 88.5 crore is being funded by mix of internal accruals and term loans sanctioned under TUFS.
- Increased presence in Home Textile segment will result in further strengthening of Company's end to end operations – Yarn to Home Textile.

Modernization Update

- Invested around Rs.38 crore during H1 FY 2017, towards technology up-gradation and debottlenecking, etc. This will result in further improvement in efficiency and sustaining plant utilization.
- Intends to deploy further amount of ~Rs.46 crore during the year towards technology up-gradation and debottlenecking, etc.

Credit rating upgrade during the year

- CARE upgraded STIL rating to **CARE AA (Double A)** for Long Term Bank Facilities (Term Loan) and for Long Term Bank facilities (Fund based) from CARE AA- (Double A minus) signifying **high degree of safety** regarding timely servicing of financial obligations. Such facilities carry very low credit risk.
- **CARE A1+ (A One Plus)** for Short Term Bank Facilities (Fund and Non Fund based) and Commercial Paper is **affirmed** signifying **very strong degree of safety** regarding timely payment of financial obligations. Such facilities carry lowest credit risk.

About Sutlej Textiles and Industries Limited

CIN: L17124RJ2005PLC020927

Sutlej Textiles and Industries Ltd (STIL) (part of S&P BSE SMALL CAP Index), an ISO 9001:2008 certified Company, is one of India's largest spun dyed yarn manufacturer. Under the leadership of Mr. C S Nopany, Executive Chairman of STIL, a Chartered Accountant and Master of Science in Industrial Administration from Carnegie Mellon University, the Company has focused on value added yarns and home textiles. Over the years, the Company has also successfully carved out a niche for itself and is holding leadership position in the dyed yarn and cotton mélange yarn segment. The total spinning capacity of the Company presently stands at 377,688 spindles.

STIL has a strong global clientele and exports to more than 55 countries. It has presence across major developed and emerging economies like Australia, Argentina, Bangladesh, Bahrain, Belgium, Brazil, Canada, China, Chile, Cuba, Egypt, France, Germany, Hong Kong, Italy, Morocco, New Zealand, Peru, Philippines, Poland, Portugal, Russia, Saudi Arabia, Sri Lanka, Turkey, United States of America, the United Arab Emirates (UAE), and The United Kingdom, among others.

STIL has also been recipient of numerous prestigious awards like Niryat Shree – Gold trophy award for its Export performance in spun yarn; Gold trophy by SRTEPC for best performance for export of fabrics to focused Latin American countries and Silver trophy by SRTEPC for Second best export performance in spun yarn category.

For further information, please contact:

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Disclaimer:

Certain statements in this document may be forward-looking statements. Such forward-looking statements are subject to certain risks and uncertainties like regulatory changes, local political or economic developments, and many other factors that could cause our actual results to differ materially from those contemplated by the relevant forward-looking statements. Further, past performance is not necessarily indicative of future results. Given these risks, uncertainties and other risk factors, viewers of this presentation are cautioned not to place undue reliance on these forward looking statements. Sutlej Textiles and Industries Ltd will not be in any way responsible for any action taken based on such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.

SUTLEJ TEXTILES AND INDUSTRIES LIMITED

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 WebSite: www.sutlejtextiles.com, CIN - L17124RJ2005PLC020927

Statement of Unaudited Financial Results FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2016

| Sr. No. | Particulars | (Rs. in lacs) | | | | |
|-----------|---|-------------------------|--------------------------|---|---|--|
| | | 3 months ended | Preceding 3 months ended | Corresponding 3 months ended in the previous year | Year to date figures for current period ended | Year to date figures for previous period ended |
| | | 30.09.2016 Unaudited | 30.06.2016 Unaudited | 30.09.2015 Unaudited | 30.09.2016 Unaudited | 30.09.2015 Unaudited |
| 1 | Income from Operations | | | | | |
| (a) | Net Sales/ Income from Operations | 54901 | 53968 | 50120 | 108869 | 95666 |
| (b) | Other Operating Income | 1035 | 1298 | 1027 | 2333 | 1759 |
| | Total income from Operations (net) | 55936 | 55266 | 51147 | 111202 | 97425 |
| 2 | Expenses | | | | | |
| a) | Cost of materials consumed | 29609 | 28593 | 24986 | 58202 | 50233 |
| b) | Purchases of stock-in-trade | 1601 | 2321 | 4234 | 3922 | 7088 |
| c) | Changes in inventories of finished goods, work-in-progress and stock-in-trade | (782) | (246) | 1118 | (1028) | (104) |
| d) | Employee benefits expense | 6602 | 6334 | 5058 | 12936 | 9819 |
| e) | Depreciation and amortisation expenses | 2058 | 2118 | 1884 | 4176 | 3743 |
| f) | Other expenses | 10488 | 10502 | 9007 | 20990 | 17323 |
| | Total expenses | 49576 | 49622 | 46287 | 99198 | 88102 |
| 3 | Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2) | 6360 | 5644 | 4860 | 12004 | 9323 |
| 4 | Other Income | 802 | 882 | 634 | 1684 | 1332 |
| 5 | Profit / (Loss) from ordinary activities before finance costs and exceptional items(3+4) | 7162 | 6526 | 5494 | 13688 | 10655 |
| 6 | Finance costs | 960 | 1328 | 1069 | 2288 | 2253 |
| 7 | Profit / (Loss) from ordinary activities after finance costs but before exceptional items(5-6) | 6202 | 5198 | 4425 | 11400 | 8402 |
| 8 | Exceptional items | - | - | - | - | - |
| 9 | Profit/(Loss) from Ordinary Activities before tax (7-8) | 6202 | 5198 | 4425 | 11400 | 8402 |
| 10 | Tax Expenses | | | | | |
| | -Current | 1368 | 1109 | 862 | 2477 | 1618 |
| | -MAT credit (Entitlement)/ Utilised | (448) | (283) | (50) | (731) | (45) |
| | -Deferred (net) | 92 | (137) | 322 | (45) | 383 |
| 11 | Net Profit/(Loss) from Ordinary Activities after tax (9-10) | 5190 | 4509 | 3291 | 9699 | 6446 |
| 12 | Extraordinary items (net of tax expense) | - | - | - | - | - |
| 13 | Net Profit/(Loss) for the period (11-12) | 5190 | 4509 | 3291 | 9699 | 6446 |
| 14 | Other Comprehensive income (net of tax) | (25) | (25) | (22) | (50) | (44) |
| 15 | Total Comprehensive income (after tax) (13+14) | 5165 | 4484 | 3269 | 9649 | 6402 |
| 16 | Paid-up equity share capital (Face value of Rs.10 per share) | 1638 | 1638 | 1638 | 1638 | 1638 |
| 17 | Earnings Per Share (Not annualised) (Rs.) | | | | | |
| | - Cash | 42.07 | 37.89 | 33.25 | 79.96 | 64.26 |
| | - Basic and diluted | 31.68 | 27.52 | 20.09 | 59.20 | 39.35 |

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SUTLEJ TEXTILES AND INDUSTRIES LIMITED

Regd. Office: Pachpahar Road, Bhawanimandi-326 502 (Rajasthan)

**SEGMENTWISE REVENUE, RESULTS AND
CAPITAL EMPLOYED**

(Rs. in lacs)

| Sr. NO. | Particulars | 3 months ended | Preceding 3 months ended | Corresponding 3 months ended in the previous year | Year to date figures for current period | Year to date figures for previous period |
|------------|---|-------------------|--------------------------------|--|---|--|
| | | 30.09.2016 | 30.06.2016 | 30.09.2015 | 30.09.2016 | 30.09.2015 |
| | | Unaudited | Unaudited | Unaudited | Unaudited | Unaudited |
| 1 | Segment Revenue : | | | | | |
| | (a) Yarn | 53245 | 52459 | 48509 | 105704 | 92891 |
| | (b) Home textile | 2691 | 2807 | 2638 | 5498 | 4537 |
| | Total | 55936 | 55266 | 51147 | 111202 | 97428 |
| | Less: Inter Segment Revenue | - | - | - | - | 3 |
| | Total Income from Operations (net) | 55936 | 55266 | 51147 | 111202 | 97425 |
| 2 | Segment Result : | | | | | |
| | Profit /(Loss) before Tax, Finance costs and Exceptional items from each segment | | | | | |
| | (a) Yarn | 6580 | 5892 | 5219 | 12472 | 9940 |
| | (b) Home textile | 339 | 269 | 122 | 608 | 214 |
| | Total | 6919 | 6161 | 5341 | 13080 | 10154 |
| | Less : Finance costs | 960 | 1328 | 1069 | 2288 | 2253 |
| | Exceptional items | - | - | - | - | - |
| | Add : Other un-allocable income net of un-allocable expenditure # | 243 | 365 | 153 | 608 | 501 |
| | Profit/(Loss) before tax | 6202 | 5198 | 4425 | 11400 | 8402 |
| 3 | Segment Assets: | | | | | |
| | (a) Yarn | 162374 | 158569 | 145091 | 162374 | 145091 |
| | (b) Home textile | 15945 | 14887 | 12340 | 15945 | 12340 |
| | Add: Un-allocated Corporate Assets | 7083 | 11040 | 6974 | 7083 | 6974 |
| | Total Assets | 185402 | 184496 | 164405 | 185402 | 164405 |
| 4 | Segment Liabilities : | | | | | |
| | (a) Yarn | 17032 | 16813 | 14143 | 17032 | 14143 |
| | (b) Home textile | 1817 | 1793 | 1750 | 1817 | 1750 |
| | Add: Un-allocated Corporate Liabilities | 1286 | 2907 | 2738 | 1286 | 2738 |
| | Total Liabilities | 20135 | 21513 | 18631 | 20135 | 18631 |
| 5 | Capital Employed : | | | | | |
| | (Segment assets - Segment liabilities) | | | | | |
| | (a) Yarn | 145342 | 141756 | 130948 | 145342 | 130948 |
| | (b) Home textile | 14128 | 13094 | 10590 | 14128 | 10590 |
| | Add: Un-allocated Corporate Assets/ (Liabilities) (net) | 5797 | 8133 | 4236 | 5797 | 4236 |
| | Total | 165267 | 162983 | 145774 | 165267 | 145774 |

Results of the other segment have not been shown separately as the same is not material.



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SUTLEJ TEXTILES AND INDUSTRIES LIMITED

Regd. Office: Pachpahar Road, Bhawanimandi-326 502 (Rajasthan)

Statement of Assets and Liabilities

| Particulars | As at |
|--|------------------|
| | 30th Sept., 2016 |
| | Unaudited |
| A ASSETS | |
| 1 Non-Current Assets : | |
| a Property, plant & equipment | 85778 |
| b Other Intangible Assets | 51 |
| c Capital Work-in-Progress | 19625 |
| d Financial Assets: | |
| (i) Investments | 2696 |
| (ii) Other Financial Assets | 554 |
| e Other Non-Current Assets | 2366 |
| Sub-total - Non-Current Assets | 111070 |
| 2 Current Assets : | |
| a Inventories | 39742 |
| b Financial Assets: | |
| (i) Trade Receivables | 21648 |
| (ii) Cash and cash equivalents | 139 |
| (iii) Bank balances other than (ii) above | 172 |
| (iv) Loans | 4000 |
| (v) Other Financial Assets | 381 |
| c Current Tax Assets (Net) | 2 |
| d Other Current Assets | 8247 |
| Sub-total - Current Assets | 74331 |
| TOTAL - ASSETS | 185401 |
| B EQUITY AND LIABILITIES | |
| 1 Equity: | |
| (i) Equity Share capital | 1638 |
| (ii) Other Equity | 74111 |
| Sub-total - Equity | 75749 |
| 2 Deferred Government Subsidies | 262 |
| 3 Non-Current Liabilities: | |
| a Financial Liabilities | |
| (i) Borrowings | 50138 |
| (ii) Other financial liabilities | 572 |
| b Provisions | 726 |
| c Deferred Tax Liabilities (Net) | 601 |
| d Other Non-Current Liabilities | - |
| Sub-total - Non-Current Liabilities | 52037 |
| 4 Current Liabilities : | |
| a Financial Liabilities: | |
| (i) Borrowings | 29789 |
| (ii) Trade Payables | 7073 |
| (iii) Other financial liabilities | 16101 |
| b Other Current Liabilities | 1483 |
| c Provisions | 2391 |
| d Current Tax Liabilities (Net) | 516 |
| Sub-total - Current Liabilities | 57353 |
| TOTAL - EQUITY AND LIABILITIES | 185401 |

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Notes :

1. The Company adopted Indian Accounting Standards (Ind AS) from 01st April, 2016 (transition date being April 1, 2015) and accordingly, these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial reporting as prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and the other accounting principles generally accepted in India.
2. The Company has acquired Birla Textile Mills (BTM) from Chambal Fertilisers and Chemicals Ltd as a going concern on slump sale basis effective from 1st April, 2015. However, control as defined in Ind AS 103 (Business Combinations) including various approvals was obtained by the Company and control vests with the Company on 30th September, 2015. Accordingly, accounting for business combination was made on 30th September, 2015 and hence results for the quarter / half year ended 30th , September, 2015 excludes results of BTM.
3. The expansion project of 35280 spindles for producing value added Cotton Mélange and Cotton Blended Dyed Yarn at Bhawanimandi is going as per the schedule and has started it's partial trial run during the quarter and Capacity expansion project of Home textile at Bhilad is also progressing as per schedule.
4. The above Unaudited Financial results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meeting held on November 07, 2016 and November 08, 2016. The Limited Review for the quarter/ half year ended 30th September, 2016, has been carried out by the Statutory Auditors, as required under Regulation 33 of SEBI (LODR) Regulation, 2015.
5. The Ind AS financial results and financial information for the quarter/ half year ended September 30, 2015 have not been subjected to any limited review and have been presented based on the information compiled by the Management. However, the Management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
6. Consequent to transition to Ind AS, in accordance with the requirements of paragraph 32 of Ind AS 101 – First time adoption of Ind AS , the reconciliation between net profit (after tax) as previously reported (referred to "Previous GAAP") and now reported under "Ind AS" for the quarter/ half year ended 30.09.2015 is provided as below :-

| Sr. No | Particulars | Rs. In lakhs | |
|--------|--|-----------------------------|-------------------------------|
| | | Quarter ended on 30.09.2015 | Half year ended on 30.09.2015 |
| | | Unaudited | |
| | Net Profit under Previous GAAP (after tax) | 3320 | 6815 |
| (a) | On account of measuring investment at Fair Value through Profit and Loss account | 16 | 109 |
| (b) | Deconsolidation impact of BTM | -171 | -687 |
| (c) | Others | 159 | 359 |
| (d) | Deferred tax on above adjustments (net) | -33 | -150 |
| | Net Profit under Ind-AS (after tax) | 3291 | 6446 |
| | Other Comprehensive income (net of tax) | -22 | -44 |
| | Total Comprehensive income (after tax) | 3269 | 6402 |

7. Previous period/year figures have been regrouped and rearranged wherever necessary.

By Order of the Board
For SUTLEJ TEXTILES AND INDUSTRIES LIMITED



(Signature)

(C.S Nopany)
Executive Chairman

Place :Mumbai
Date :08.11.2016