

11th May, 2018

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 herewith a copy of the Press Release with respect to the Audited Q4 & FY 2018 Financial Results for the year ended 31st March, 2018.

Thanking you

Yours faithfully,
For **Sutlej Textiles and Industries Limited**

Manoj Contractor
Company Secretary and Compliance Officer



Encl: a/a

Press Release

FY2018 Results Consolidated
Total Income of Rs. 2510 Crores
EBIDTA at Rs.281 Crores
Net Profit at Rs. 113 Crores
EPS of Rs. 6.92 per share

Mumbai, Maharashtra, May 11, 2018: 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 year ended 31st March 2018.

Board of Directors of the Company has recommended dividend of Rs.1.30/- per equity share for the year ended March 2018. The same shall be paid subject to the approval of Shareholders in the ensuing Annual General Meeting of the Company.

Below is detailed summary of Consolidated Financial Results

Particulars (Rs crore)	Q4 FY18	Q4 FY17	% change wrt Q4 FY17	FY18#	FY17	% change wrt FY17
Total Income	610.47	612.03	0.25	2510.44	2284.60	9.89
EBITDA	52.70	67.51	-21.94	281.11	316.81	-11.27
EBITDA %	8.63	11.03	-240bps	11.20	13.87	-267bps
PBDT	37.35	56.62	-34.03	221.99	271.14	-18.13
PAT	9.78	33.27	-70.60	113.36	157.94	-28.23
PAT %	1.60	5.44	-384bps	4.52	6.91	-239bps
EPS (Basic/Diluted) (Rs)	0.60	2.03	--	6.92	9.64	---

The Company acquired American Silk Mills, LLC on 6th November 2017 and hence FY 2017-18 is first year of consolidation.

Commenting on the results, Mr. C.S. Nopany, Executive Chairman, Sutlej Textiles and Industries Ltd said “The fourth quarter of 2018 continued to be challenging due to suppressed demand. The strong rupee had a detrimental effect on the export viability of the textile sector which continues to have a lingering effect. Furthermore, increasing raw material prices and other input costs and reduction in export incentives have put pressure on margins as product prices remained subdued. I am hopeful

that with the forecast of normal monsoon, the disruptions caused by GST behind us and the recent correction of the rupee, the demand will improve in FY 2018-19.”

Key Developments

Home Textiles Division – Acquisition of business in USA

- The Company successfully acquired Design, Sales, and Distribution (DS&D) business along with brands of American Silk Mills LLC (ASM) w.e.f. 6th November 2017. The acquisition will increase foot-print in the US market and will add strength of ASM to our Home textile portfolio.

Greenfield project – Setting up of a Green Fibre project to manufacture polyester staple fibre by recycling of pet bottles at Samba, Jammu & Kashmir.

- Recycled PSF Plant of 80 MT/Day Capacity to manufacture Raw White & Black Recycle Fibre.
- Expected project cost around Rs 110 Cr.
- Project expected to be completed in Q2FY20

Modernisation Update

- Invested around Rs.60 crores during FY18 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.95 crore during FY19 towards technology up-gradation and debottlenecking etc.

Credit rating reaffirmed during the year

- CARE reaffirmed STIL rating to **CARE AA** for Long Term Bank Facilities (Term Loans) and for Long Term Bank facilities (Fund based) signifying **high degree of safety** regarding timely servicing of financial obligations. Such facilities carry very low credit risk.
- **CARE A1+** for Short Term Bank Facilities (Fund and Non Fund based) and Commercial Paper is reaffirmed signifying **very strong degree of safety** regarding timely payment. 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 9001:2015 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 418,680 spindles.

STIL has a strong global clientele and exports to more than 60 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 etc.

STIL has also been recipient of numerous prestigious awards like TEXPROCIL – Gold trophy award for its Export performance in of Cotton Yarn (Processed Yarn) in category II; 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.