

H1 FY2019 Results
Total Income at Rs. 1315 Crores, Up 3% YoY
EBITDA at Rs. 130 Crores
PAT at Rs. 33 Crores
EPS of Rs. 2.04 per share

Mumbai, Maharashtra, November 13, 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 ended 30th September 2018.

Particulars (Rs crore)	Q2 FY19	Q1 FY 19	Q2 FY18	% change wrt Q1 FY19	H1 FY19	H1 FY18	% change wrt H1FY18
Total Income	693.73	621.10	614.02	11.69	1314.83	1272.75	3.31
EBITDA	74.20	55.33	84.80	34.50	129.53	161.08	(19.59)
EBITDA %	10.70	8.91	13.81	179 bps	9.85	12.66	-281 bps
PBDT	59.67	38.91	69.47	53.35	98.58	129.92	(24.12)
PBT Before Exceptional Items	35.16	12.10	43.27	190.58	47.26	77.64	(39.13)
Exceptional Items	-	-	41.83		-	41.83	
PBT	35.16	12.10	85.10	190.58	47.26	119.47	(60.44)
PAT	24.85	8.63	63.42	187.95	33.48	87.00	(61.52)
PAT %	3.58	1.39	10.33	219 bps	2.55	6.84	-429 bps
EPS(Diluted) (Rs.)	1.52	0.53	3.87		2.04	5.31	

Commenting on the results, Mr. C.S. Nopany, Chairman, Sutlej Textiles and Industries Ltd said:

“The textile industry, particularly spinning sector, continued to struggle during Q2FY19 with a revival of demand still eluding the industry despite all expectations. The situation was further aggravated by rising oil prices, increasing input prices, foreign exchange fluctuations and the liquidity crisis. Such uncertain conditions continued to dampen market sentiment resulting in intense competition in the marketplace affecting margins. I am hopeful that once stability returns, Sutlej should be able to deliver a better performance on the back of its robust business model of well diversified and value added product portfolio.”

Key Developments

Greenfield project – Setting up of a Green Fibre project to manufacture polyester staple fibre (PSF) by recycling of pet bottles, proposed to be set up at Baddi (HP)

- The Company has revised the plans and now the capacity of recycled PSF Plant, to be set up, shall be 120 MT/Day from 80MT/Day to manufacture Raw White & Black Recycled Fibre
- The revised expected project cost is around Rs 189 Crs
- Commercial production is expected to start in Q1FY20-21

Modernisation Update

- Invested around Rs.17 crore during H1FY19 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.77 crore during FY19 towards technology up-gradation and debottlenecking.

Credit rating update during the year

- The Company's Long-Term Rating is **CARE AA (-)** Outlook **Stable** signifying **high degree of safety** regarding timely servicing of financial obligations and Short Term Bank Facilities (Fund and Non-Fund based) and Commercial Paper is **CARE A1+** 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 – Silver 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 and Export Excellence award for best export performance in Rajasthan state.

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