

08th February, 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 enclosed herewith a copy of the Press Release with respect to the Un-audited Financial Results for the quarter ended 31st December, 2017.

Thanking you,

Yours faithfully,
For Sutlej Textiles and Industries Limited


Manoj Contractor
Company Secretary & Compliance Officer

Encl: a/a

Press Release

9M FY2018 Results
Total Income at Rs. 1877 Crores
EBITDA at Rs. 228 Crores
PAT at Rs. 103 Crores
EPS of Rs. 6.31 per share

Mumbai, Maharashtra, February 08, 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 31st December 2017.

Particulars (Rs crore)	Q3 FY18	Q3 FY17	% change wrt Q3FY17	9M FY18	9M FY17	% change wrt 9MFY17
Total Income	604.31	546.05	10.67	1877.06	1674.91	12.07
EBITDA	66.97	70.66	(5.22)	228.05	249.30	(8.52)
EBITDA %	11.08	12.94	(186bps)	12.15	14.88	(273 bps)
PBDT	54.36	58.76	(7.49)	184.28	214.52	(14.10)
PAT	16.35	27.68	(40.93)	103.35	124.67	(17.10)
PAT %	2.71	5.07	(236bps)	5.51	7.44	(193 bps)
EPS (Diluted) (Rs.)	1.00	1.69		6.31	7.61	

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

“The challenging business environment continued in Q3FY18, due to subdued demand. Margins were under pressure on account of increased cost of raw materials, appreciation of rupee and reduction in export incentives. I am hopeful that our diversified portfolio of value added products should enable us to deliver better performance, once the demand normalizes”

Key Developments

Home Textiles Division – Acquisition of business in USA

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

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

- Commenced commercial production of 35,280 spindles at Bhawanimandi, Rajasthan facility at a project cost of Rs. 270 crores.
- Dedicated capacity focused towards producing Value Added Cotton and Cotton blended dyed and Mélange Yarn.

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 with Product Range of Raw White Recycle Fibre & Black Recycle Fibre.
- Expected project cost around Rs 110 Cr.
- Project expected to be completed in Q2FY20

Modernisation Update

- Invested around Rs. 51 crore during 9M FY 18 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. 29 crore during FY18 towards technology up-gradation and debottlenecking etc.

Credit rating update during the year

- CARE affirmed STIL rating to CARE AA (Double A) for Long Term Bank Facilities (Term Loan) 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 4,17,150 spindles.

STIL has a strong global clientele and exports to more than 65 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.