K.P.R. MILL LIMITED

Corporate Office : 1st Floor Srivari Shrimat, 1045, Avinashi Road, Coimbatore - 641018. India ✆ : 0422-2207777 Fax : 0422-2207778

11th May, 2015

The Listing Department,
Bombay Stock Exchange Ltd.
1st Floor, Rotunda Buildings,
Phiiroze Jeejeebhoy Towers,
Mumbai – 400 001.

The Listing Department,
National Stock Exchange of India Ltd.,
Exchange Plaza, Plot: C/1, G Block,
Bandra-Kurla Complex, Bandra (E),
Mumbai – 400 051.

Dear Sir,

Sub: Announcement regarding Garment Expansion Plan
Ref: 1. Scrip code: 532889/ KPR MILL

Please find the attachment containing an announcement regarding expansion plan in the Garment segment of the Company.

This is for your kind information and dissemination.

Thanking you.

Yours faithfully
For K.P.R. Mill Limited

P.Kandaswamy
Company Secretary

Regd. Office : No. 9, Gokul Buildings, A.K.S. Nagar, Thadagam Road, Coimbatore - 641 001. ✆ : 0422-2478090, Fax : 0422-2478050
Email : corporate@kprmill.com Web : www.kprmilllimited.com CIN : L17111TZ2003PLC010518

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K.P.R plans to add large Green field facility of 36 Million Garments

Driven by consistent demand, the Global Textile & Apparel Trade is growing rapidly. The core competency enabled Indian Textile Industry to emerge as the World's second largest Textile Exporter. With consumerism and disposable income on the rise, the Indian Textile & Apparel sector has experienced a swift growth in the past few years with several international players having entered Indian market. The Tirupur Knitwear industry has grown considerably, as can be seen from its Export performance. In FY 2014-15 Tirupur's Export was Rs 21,000 crores, as against Rs.18,000 Crores of FY 2013-14 - a growth of 15.5 percent. The uptrend is expected to remain for a long term. Abundant availability of raw materials and skilled workforce has made India a preferred sourcing hub.

K.P.R is in the garment trade for over three decades embedded with integrated operation. Enthused by persistent demand, during the financial year 2014-15, the Company has added the brown field capacity of 10 Million garments and a green field capacity of 12 million garments, taking the total capacity to 59 million garments per annum. With this new capacity the garment revenue has increased by 34% during the year.

The Industry is all set to capture the opportunity provided by the rise of Asia as a strong trade block for Textile & Apparel exports. To convert the potential into reality, K.P.R.is planning to add a further large Green field manufacturing facility of 36 Million garments per annum at an estimated cost of Rs.175 Crores. **With this, the total garment capacity will become 95 Million garments per annum, one of the largest in the Country**. The project is expected to complete during this financial year. Considering the impelling orders from the existing Buyers and the encouraging response from U.S market, the Board has considered and accorded its approval to the proposal.

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