

STIL/

May 11, 2016

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
---	--

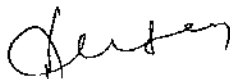
Dear Sirs,

Please find herewith a copy of the Press Release with respect to the Audited Q4 & FY 2016 Financial Results for the year ended 31st March, 2016.

Thanking you,

Yours faithfully,

For Sutlej Textiles and Industries Limited



(D.R.Prabhu)

Company Secretary & Compliance Officer

Press Release

**Total Income of Rs. 2302 Crores, Up 20% YoY
EBIDTA of Rs. 311 Crores, Up 14% YoY
Net Profit of Rs. 143 Crores, Up 24% YoY
EPS increased to Rs. 87.51 per share.**

Mumbai, Maharashtra, May 11, 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 announced its results for the quarter and year ended 31st March 2016.

Board of Directors of the Company has recommended the highest ever dividend in the history of the Company of Rs. 13/- per equity share for the year ended March 2016. The same shall be paid subject to the approval of Shareholders in the ensuing Annual General Meeting of the Company.

Particulars (Rs crore)	Q4 FY16#	Q4 FY15	% change wrt Q4 FY15	FY16#	FY15	% change wrt FY15
Total Income	558.27	477.91	16.81	2302.30	1917.89	20.04
EBITDA	77.16	68.04	13.40	310.80	271.80	14.35
PBDT	70.06	54.34	28.93	264.28	218.82	20.78
PAT	48.81	27.42	78.01	143.36	115.46	24.16
EPS(Diluted) (Rs.)	29.79	16.74	---	87.51	70.48	---

The financial results for Q4 FY16 and FY16 are inclusive of financial results of recently acquired unit Birla Textile Mills

Q4 FY16 Performance as compared to Q4 FY15

- Revenue at Rs. 558 crore as compared to Rs. 478 crore
- EBITDA at Rs. 77 crore as compared to Rs. 68 crore
- Net Profit at Rs. 49 crore as compared to Rs. 27 crore
- EPS amounted to Rs. 29.79 per share as compared to Rs. 16.74 per share

Commenting on the results, Mr. C.S. Nopany, Chairman, Sutlej Textiles and Industries Ltd said “The Financial Year 2016 has been a challenging year due to global economic slowdown and stressed rural economy in the country. Despite these challenging times, I am pleased that Sutlej due to its strategy of focusing on operational efficiency, Organic and Inorganic Growth through capacity expansion both in Spinning and Home Textiles has reported increased revenues and profits during the year.

Inspite of challenging headwinds for the sector with margins under pressure, we continue to concentrate on enhancing our scale of operations which will ensure consistent performance coupled with growth. Work on creating new capacities in our Rajasthan Textile Mills for producing value added products and expansion of Home Textiles is progressing as per schedule. Once completed, these will enable us to enhance our domestic as well as global foot-print.”

Key Developments

Acquisition of Birla Textile Mills (BTM)

- The transaction for acquisition of Birla Textile Mills (BTM) has been successfully concluded on September 30, 2015 on receiving statutory approvals and payment consideration of Rs 232.63 crore less term loans. The effective date of acquisition is 1st April 2015.
- BTM, located at Baddi, Himachal Pradesh has a capacity of 83,376 spindles and manufactures cotton, synthetic & blended yarn in Grey & dyed form
- STIL's total spinning capacity has enhanced and stands at 377,688 spindles as on 31st March, 2016
- The Company had spent around Rs 20 Crores on de-bottlenecking and value-additions at BTM unit during the year.

Brownfield project - capacity expansion of Value Added Products at Bhawanimandi, Rajasthan

- Commenced work on the project – adding 35,280 spindles at its Bhawani Mandi, Rajasthan facility at a project cost of Rs. 270 crore.
- Progress of expansion project is as per schedule. Civil Work is ongoing and orders for most of key plant and machinery have been placed. Have spent around Rs 64 Crores as on 31.3.2016 and Capital commitments of approx. Rs 117 Crores.
- Project to be funded by mix of internal accruals and debt
- Financial closure achieved
- Dedicated capacity focused towards producing Value Added Cotton Mélange and Cotton Blended Dyed Yarn

Home Textiles Division expansion on track

- Placed order for 20 Nos. single width looms and 20 Nos. Jacquard attachment, 4 No. Electronic Chenille Yarn machines and 1 No. Multi chamber stenter forming part of the expansion project. Deliveries are expected in May-June 2016
- Project is to be completed in phases; with first phase of 16 looms installed and commissioned in July 2015
- Post completion, the capacity in its existing facility will increase to 9.6 million metres p.a.
- Total project cost - Rs. 88.5 crore
- 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.96 crore (including at BTM) during FY16, towards technology up-gradation and debottlenecking, etc. this will result in further improvement of efficiencies, debottlenecking and plant utilization.

Credit rating upgrade during the year

- CARE upgrades STIL rating to **CARE AA-** from CARE A+ signifying high degree of safety and CARE A1+ (A One Plus) for short term bank facilities
- India Ratings and Research Private Ltd (FITCH Group) upgrades STIL to '**IND AA-**' ; **Outlook Stable** from IND A+ and IND A1+ (A one Plus) for short term bank facilities

Award for Export Performance

- STIL was felicitated with the prestigious "Synthetic and Rayon Textiles Export Promotion Council's (SRTEPC)" Gold Trophy for Best Export Performance for Exports of Fabrics to "Focus SAARC" countries for the year 2014-15 and Silver Trophy for the Second Best Export Performance of Spun Yarn for the year 2014-15 by Shri Santosh Kumar Gangwar, Hon'ble Minister of State for Textiles (Independent Charge) in a glittering function on January 23, 2016 in Mumbai.

About Sutlej Textiles and Industries Limited

Sutlej Textiles and Industries Ltd (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, 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 namely – Dyed Yarn, Cotton Mélange yarn, Modal yarn, Tencel yarn, Bamboo yarn, Linen blended yarn etc. and build significant presence across the value chain. Over the years, the Company has also successfully carved out a niche for itself and emerged as a leading player in the dyed yarn segment. The total spinning capacity of the Company, post the acquisition of Birla Textile Mills stands at 377,688 spindles as on 31st March, 2016.

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:

Dilip Ghorawat

Whole -Time Director & Chief Financial Officer

Sutlej Textiles and Industries Ltd

Tel: +91 22 42198800

Email: dilipg@sutlejtextiles.com

Vikash Verma

Vice President

Stellar IR Advisors Private Limited

Tel: +91 22 2823 0380/81

Email: vikash.verma@stellar-ir.com

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

Regd. Office: Pachpahar Road, Bhawanimandi-326 502 (Rajasthan)
Tel.: (07433) 222052/82/90 , Fax (07433) 222916, Email : hoffice@sutlej-rtm.co.in
WebSite: www.sutlejtextiles.com, CIN - L17124RJ2005PLC020927

Statement of Standalone Audited Financial Results FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2016

(Rs. in lacs)						
Sr. No.	Particulars	3 months ended	Preceding 3 months ended	Corresponding 3 months ended in the previous year	Year ended	Previous accounting year ended
		31.03.2016	31.12.2015	31.03.2015	31.03.2016	31.03.2015
		Refer Note No.6	Unaudited	Refer Note No.6	Audited	Audited
1	Income from Operations					
(a)	Net Sales/ Income from Operations (Net of excise duty)	53624	54111	45496	222668	182316
(b)	Other Operating Income	1338	1070	1318	4465	5505
	Total income from Operations (net)	54962	55181	46814	227133	187821
2	Expenses					
a)	Cost of materials consumed	27720	27990	23571	117895	102875
b)	Purchases of stock-in-trade	3874	3030	3922	14131	11149
c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(381)	982	484	932	228
d)	Employee benefits expense	6081	6110	4577	23660	17502
e)	Depreciation and amortisation expenses	1919	2169	2061	8437	6991
f)	Other expenses	10817	10203	8433	42532	32855
	Total expenses	50030	50484	43048	207587	171600
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	4932	4697	3766	19546	16221
4	Other Income	865	716	977	3097	3968
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items(3+4)	5797	5413	4743	22643	20189
6	Finance costs	710	1303	1370	4652	5298
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items(5-6)	5087	4110	3373	17991	14891
8	Exceptional items	388	-	68	388	68
9	Profit/(Loss) from Ordinary Activities before tax (7-8)	4699	4110	3305	17603	14823
10	Tax Expenses					
	-Current	968	840	735	3586	3155
	-MAT credit (Entitlement)/ Utilised	(1987)	226	(263)	(1806)	(300)
	-Earlier Years	-	-	-	-	(2)
	-Deferred (net)	837	404	91	1487	424
11	Net Profit/(Loss) from Ordinary Activities after tax (9-10)	4881	2640	2742	14336	11546
12	Extraordinary items (net of tax expense)	-	-	-	-	-
13	Net Profit/(Loss) for the period (11-12)	4881	2640	2742	14336	11546
14	Paid-up equity share capital (Face value of Rs.10 per share)	1638	1638	1638	1638	1638
15	Reserves excluding Revaluation Reserves as per Balance Sheet				65957	54185
16	Earnings Per Share (Not annualised) (Rs.)					
	- Cash	34.49	33.20	28.27	137.06	113.91
	- Basic and diluted	29.79	16.11	16.74	87.51	70.48



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 ended	Previous accounting year ended
		31.03.2016	31.12.2015	31.03.2015	31.03.2016	31.03.2015
		Refer Note No.6	Unaudited	Refer Note No.6	Audited	Audited
1	Segment Revenue :					
	(a) Yarn	52500	52728	44914	217674	178414
	(b) Fabrics	2461	2453	1906	9461	10087
	Total	54961	55181	46820	227135	188501
	Less: Inter Segment Revenue	(1)	-	6	2	680
	Total Income from Operations (net)	54962	55181	46814	227133	187821
2	Segment Result :					
	Profit /(Loss) before Tax, Finance costs and Exceptional items from each segment					
	(a) Yarn	5171	5068	4831	20953	19295
	(b) Fabrics	258	212	(558)	677	(776)
	Total	5429	5280	4273	21630	18519
	Less : Finance costs	710	1303	1370	4652	5298
	Exceptional items	388	-	68	388	68
	Add : Other un-allocable income net of un-allocable expenditure #	368	133	470	1013	1670
	Profit/(Loss) before tax	4699	4110	3305	17603	14823
3	Capital Employed :					
	(Segment assets - Segment liabilities)					
	(a) Yarn	133558	123205	106801	133558	106801
	(b) Fabrics	11001	10879	8462	11001	8462
	Add: Un-allocated Corporate Assets/ (Liabilities) (net)	360	5681	950	360	950
	Total	144919	139765	116213	144919	116213

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

Cont.. 3



SUTLEJ TEXTILES AND INDUSTRIES LIMITED

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

Statement of Assets and Liabilities

(Rs.in lacs)

Particulars	As at 31st March, 2016 Audited	As at 31st March, 2015 Audited
A <u>EQUITY AND LIABILITIES</u>		
1 <u>Shareholders' Funds:</u>		
(a) Share Capital	1638	1638
(b) Reserves and Surplus	65957	54185
Sub-total - Shareholders' Funds	67595	55823
2 <u>Deferred Government Subsidies</u>	232	177
3 <u>Non-Current Liabilities:</u>		
(a) Long-term Borrowings	42728	33918
(b) Deferred Tax Liabilities (Net)	6069	4582
(c) Other Long-term Liabilities	544	435
(d) Long-term Provisions	726	491
Sub-total - Non-Current Liabilities	50067	39426
4 <u>Current Liabilities :</u>		
(a) Short-term Borrowings	24614	18169
(b) Trade Payables	6686	4933
(c) Other Current Liabilities	16938	12118
(d) Short-term Provisions	4753	3436
Sub-total - Current Liabilities	52991	38656
TOTAL - EQUITY AND LIABILITIES	170885	134082
B <u>ASSETS</u>		
1 <u>Non-Current Assets :</u>		
(a) Fixed Assets	88425	68716
(b) Non-Current Investments	5000	5000
(c) Long-term Loans and Advances	7616	4112
(d) Trade Receivables	-	-
(e) Other Non-Current Assets	-	-
Sub-total - Non-Current Assets	101041	77828
2 <u>Current Assets :</u>		
(a) Current Investments	-	-
(b) Inventories	43020	32068
(c) Trade Receivables	17445	13855
(d) Cash and Bank balance	374	328
(e) Short-term Loans and Advances	4535	3829
(f) Other Current Assets	4470	6174
Sub-total - Current Assets	69844	56254
TOTAL - ASSETS	170885	134082



Notes :

1. The Company has acquired Birla Textile Mills (BTM) on 30th September, 2015 from Chambal Fertilisers and Chemicals Ltd as a going concern on slump sale basis effective from 1st April, 2015.

The above financial results for the quarter ended 31st March, 2016 & 31st December, 2015 and year ended 31st March, 2016 is inclusive of BTM figures in respective period and hence are not comparable with figures of previous corresponding period.

2. The Board of Directors has recommended a dividend of Rs.13/- per Equity Share of Rs.10 each for the year ended 31st March, 2016, subject to approval of shareholders.
3. The expansion project of 35280 spindles for producing value added Cotton Mélange and Cotton Blended Dyed Yarn at Bhawanimandi and Capacity expansion project of Home textile at Bhilad are progressing as per schedule.
4. Exceptional item includes Urban Cess levied on Electricity purchased for the period April, 2010 to March, 2015.
5. The above results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on May 11, 2016.
6. The figures of last quarter for the current year and for the previous year are the balancing figures between the audited figures in respect of the full financial year ended 31st March and the unaudited published year to date figures up to the third quarter ended 31st December, which have been reviewed by the Statutory Auditors.
7. Previous period/year figures have been regrouped and rearranged wherever necessary.

By Order of the Board
For SUTLEJ TEXTILES AND INDUSTRIES LIMITED

Place : New Delhi
Date : 11.05.2016




(Dilip Ghorawat)
Whole-time Director & CFO