02.05.2011

CENTURY TEXTILES AND INDUSTRIES LTD.

PRESS RELEASE ON FINANCIAL RESULTS FOR THE YEAR 2010-11

1. Overall Review:

The overall profitability of the Company during the year under review has been adversely affected as compared to the previous year due to unfavourable market conditions prevailing for a major part of the year, particularly in the cement segment which is a major contributor to the revenues of the Company.

2. EXPANSION & MODERNISATION:

a) Rayon

The process of installation of 12 machines for production of viscose filament yarn is in progress in order to increase the production capacity of viscose filament yarn by about 5 per cent per annum. Further, two existing electrolyzers are being replaced by an energy efficient electrolyzer in the Caustic Soda plant. These improvements involve capital expenditure of about Rs.50 crore and are expected to be completed before December, 2011.

b) Cement

Purchase orders for supply of main plant & machinery for 1.5 million tonnes per annum (tpa) cement grinding unit named Sonar Bangla Cement at Sagardighi, Distt. Murshidabad, West Bengal and for expansion of 2.8 million tpa cement manufacturing capacity at Manikgarh Cement, Gadchandur, Distt. Chandrapur, Maharashtra have been released.

CENTURY TEXTILES AND INDUSTRIES LTD.

At Sonar Bangla Cement (Grinding Unit) extensive pilling work on account of soil condition had to be undertaken and it is likely to be over by June, 2011. Thereafter main plant civil work will commence. Civil work for Manikgarh Cement expansion will start from June, 2011. The Sonar Bangla Cement (Grinding Unit) is expected to be operational by September, 2012 and Manikgarh Cement expansion by March, 2013.

After ongoing upgradation & expansion, the total cement manufacturing capacity will stand increased to 12.8 million tonnes per annum.

c) Pulp and Paper

The Fibre Line (Pulp Plant) with a capacity of 1.62 lac tonnes per annum and Multilayer Packaging Board Plant with a capacity of 1.8 lac tonnes per annum are near completion. The production is expected to commence during May 2011 and will get stabilized in due course. It may be added that the 43 MW turbine has already been commissioned successfully.

Further, upgradation of Paper Machine based on recycled pulp by installing a size press and A-4 cutter for copier paper has been undertaken for which orders have already been placed. Bagasse pulping capacity by another 23,400 tonnes per annum is being increased by installing a continuous digester and carrying out modifications in the existing plant. The total cost for these initiatives is expected to be about Rs.220 crores and these are likely to be completed before the end of the current financial year.

d) General

Modernisation and technological upgradation programmes continue at all the units of the Company to maintain competitiveness and achieve better quality. Stringent cost control measures remain in place in all possible areas and are regularly reviewed.

CENTURY TEXTILES AND INDUSTRIES LTD.