



RELIANCE CHEMOTEX INDUSTRIES

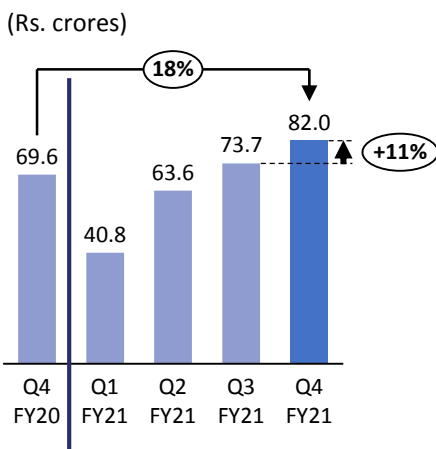
Reliance Chemotex Industries Ltd. declares robust Q4FY21 results

- Total Revenue at Rs. 82.0 crore; YoY growth of 18% and QoQ growth of 11%
- Recorded EBITDA of Rs. 12.0 crore, YoY growth of 65% and QoQ growth of 35%
- EBITDA Margin stood at 14.6%; YoY & QoQ improvement of 419 & 260 basis points respectively
- PAT jumped by 272% on YoY basis and 125% on QoQ basis to Rs. 5.8 crore
- PAT Margin stood at 7.0%; YoY & QoQ improvement of 481 & 355 basis points respectively
- The Board of Directors have recommended a Dividend @20% i.e. Rs. 2/- per Equity Share of Rs. 10/- each, subject to approval of shareholders in the ensuing AGM

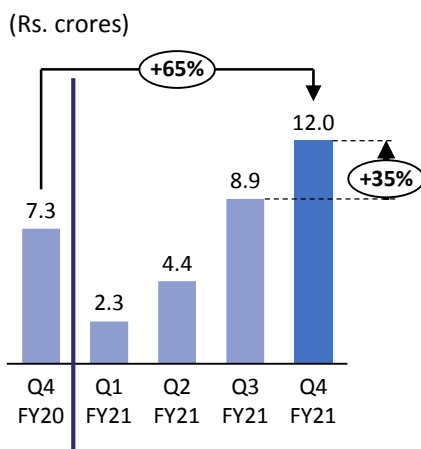
Mumbai, 21 June 2021: Reliance Chemotex Industries Ltd., a leading Synthetic Yarn Manufacturer, has announced its audited Financial Results for the Quarter and Year ended March 31st, 2021.

Financial Highlights:

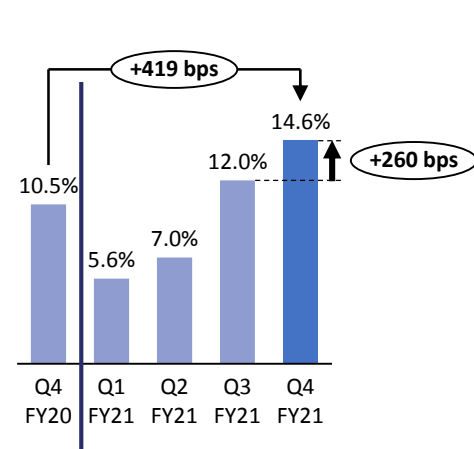
Total Revenue



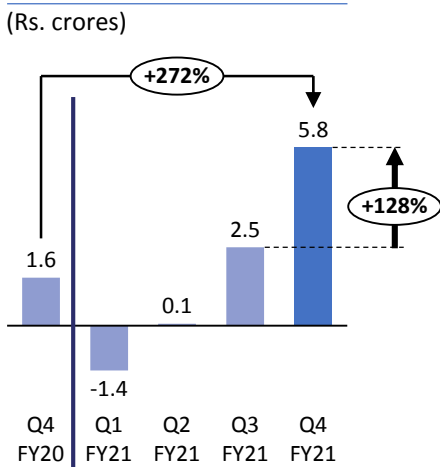
EBITDA



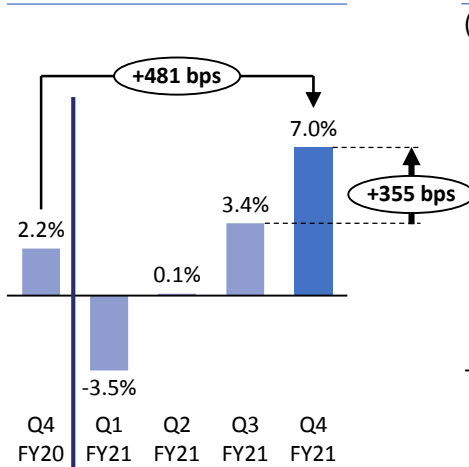
EBITDA Margin



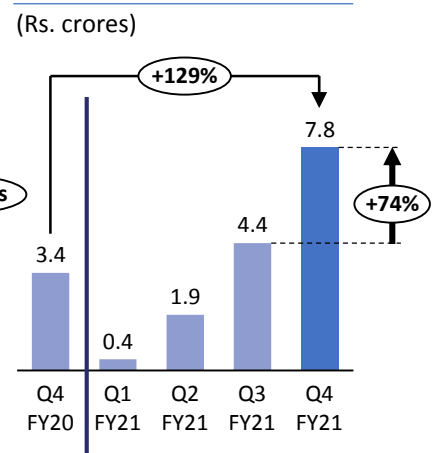
PAT



PAT Margin



Cash PAT





Commenting on the results, Mr. Sanjiv Shroff, Managing Director of Reliance Chemotex Industries Limited said:

“I am pleased to report that the Company’s performance in the fourth quarter of this fiscal has been strong, as has the Company’s performance for the entire Financial Year under review. We have been able to build on the momentum generated in the third quarter of this fiscal, despite the debilitating second wave of the COVID-19 pandemic across the country. This was primarily on account of robust demand from our customers overseas, which has largely offset the sluggish demand in the domestic market. The reopening of various countries overseas post their respective lockdowns and the rapid vaccinations in those countries is fuelling demand – we are cautious optimistic that this will continue in the new Financial Year (FY 2021-2022).

Furthermore, with the cases of COVID-19 rapidly depleting in India as well and various lockdown measures being gradually eased throughout the country, we anticipate a strong recovery in the domestic market on the back of pent-up demand.

Despite the challenging start to the financial year under review, the Company has reported a strong operating profit margin of 7.69%. This has been possible due to our two-pronged strategy: a continued focus on further improving our already versatile, value-added product mix and on strategic cost reduction.

The second phase of our expansion and modernisation project, which was delayed by the pandemic, commenced during the third quarter of the fiscal under review and is proceeding well. In this phase we are replacing 10,000 spindles in one of our older units with new spindles and will be reallocating some of the older machinery for Research and Development purposes. This project will significantly reduce operating costs, improve profitability and further increase the flexibility of the company’s manufacturing capabilities.

In an effort to further reduce our operating costs, the Company has begun to install Solar Panels on the rooftops of our manufacturing units in Udaipur. The first 300Kw of solar capacity has been successfully commissioned and is operating satisfactorily. We commenced with and completed the second phase (an additional capacity of 1.1 MW) of the installation in the fourth quarter of this fiscal and we endeavour to strategically scale this capacity up to 3MW. This project will reduce the Company’s carbon footprint, lead to significant cost savings and will, to a certain extent, insulate the Company from fluctuations in Industrial Power Tariff Rates.

The Company’s Total Long-Term Debt stood at 23.34 crores on March 31, 2021 as compared to 19.54 crores on December 31, 2020. The Total Long-Term Debt on March 31, 2021 includes debt of 14.81 crores availed for the expansion and modernization project. As on March 31, 2021, we have a net cash of Rs. 9.54 crores after adjusting for Long-Term Debt.

Given the Company’s product-centric approach, versatile and value-added product mix, long-standing customer relationships and robust balance sheet, we are confident of continuing our growth journey.”



About Reliance Chemotex Industries Ltd.

Reliance Chemotex Industries Ltd. (“Reliance Chemotex”) was established in 1977. The Company manufactures Synthetic, Blended Yarn. The Company currently operates 53,280 spindles and a high temperature / high pressure fibre-dyeing plant. The Company has been exporting yarn since 1987 and has a loyal customer base around the world. Its competitive advantage lies in its versatile product range and commitment to quality. The Company manufactures 100% Polyester, 100% Viscose, 100% Acrylic, 100% Bamboo Viscose as well as Polyester / Viscose, Polyester / Acrylic, Polyester / Viscose / Acrylic blended yarns which are used for knitting, weaving, upholstery, carpet, medical and other industrial end-uses.

For more information about Reliance Chemotex Industries, please visit www.reliancechemotex.com

Safe Harbor Statement

Statements in this document relating to future status, events, or circumstances, including but not limited to statements about plans and objectives, the progress and results of research and development, potential project characteristics, project potential and target dates for project related issues are forward-looking statements based on estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may differ materially from those anticipated in the forward-looking statements. The company assumes no obligation to update forward-looking statements to reflect actual results changed assumptions or other factors.

For further information, please contact

Company :

Reliance Chemotex Industries Ltd.

CIN: L40102RJ1977PLC001994

Mr. R Chandrasekaran

Email: finance@reliancechemotex.com

Contact No.: +91 22 22028581

Investor Relations Advisors :

Strategic Growth Advisors Pvt. Ltd.

CIN: U74140MH2010PTC204285

Mr. Jigar Kavaia/ Mr. Parin Narichania

Email: jigar.kavaia@sgapl.net / parin.n@sgapl.net

Contact No: +91 9920602034 / 9930025733
