



RELIANCE
CHEMOTEX INDUSTRIES LIMITED

RCIL/SECR/19-20/
Dated: 15.02.2020

BSE Limited
24 P J Tower,
Dalal Street,
Mumbai- 400001

Subject: Press Release on Financial Result of Q-3 for F.Y. 2019-20

Scrip Code: 503162

Dear Sir,

We are enclosing herewith press release on performance for the Financial Result for the Quarter ended 31st December, 2019 under Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015

Please acknowledge the receipt of the same.

Thanking You,

For Reliance Chemotex Industries Limited

(Vimal Tank)
Company Secretary and Compliance Officer



Reliance Chemotex Industries Limited

Reports Robust Q3FY20 Results

- Total Revenue at Rs. 73.62 crore
- Operating Profit of Rs. 8.25 crore, YoY growth of 17.19%
- Operating Profit Margin of 11.21%, YoY improvement of 227 bps
- Profit After Tax of Rs. 2.45 crore, YoY growth of 301.64%
- Net Long-Term Debt to Equity of 0.07x as on 31st December 2019

Press Release, 15th February 2020, Mumbai: Reliance Chemotex Industries Ltd., a leading Synthetic Yarn Manufacturer, has announced its Financial Results for the Quarter and the Nine Months ended December 31st, 2019.

Financial Highlights:

Particulars (Rs. crores)	Q3FY20	Q3FY19	YoY	Q2FY20	QoQ	9MFY20	9MFY19	YoY
Total Revenue (incl. Other Income)	73.62	78.75	-6.51%	82.67	-10.95%	231.29	243.57	-5.04%
EBITDA	8.25	7.04	17.19%	7.55	9.32%	22.17	19.68	12.65%
EBITDA Margin	11.21%	8.94%	+227 bps	9.13%	+208 bps	9.59%	8.08%	+151 bps
PBT	3.63	2.13	70.42%	2.63	37.85%	7.78	4.83	61.08%
PAT	2.45	0.61	301.64%	1.84	32.84%	7.78	1.61	383.23%
PAT Margin	3.33%	0.77%	+255 bps	2.23%	+110 bps	3.37%	0.66%	+270 bps
Long Term Debt [^]	11.73	19.18		12.18		11.73	19.18	
Equity	96.36	94.65 ^{^^}		93.96		96.36	94.65 ^{^^}	
Net Long-term Debt / Equity	0.07x	0.20x		0.13x		0.07x	0.20x	

[^] Includes Current Maturities of Long-Term Borrowings and excludes Preference Shares and unsecured loans

^{^^} Includes preference share capital.



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 third quarter of this financial year has been strong. Despite the challenging market conditions, the Company has reported a 17.19% growth in operating profit and a 301.64% growth in net profit. The Company's operating profit margin this quarter was 11.21%, the highest it has been in the last 12 quarters.

The consistent improvement in our profitability is a vindication of our two-pronged strategy: a continued focus on further improving our already versatile, value-added product mix and on strategic cost reduction. Furthermore, the company has successfully pursued businesses that require yarns of extremely high quality and those that are utilized in technical end-uses.

In our effort to further reduce our operating costs, the Company has begun to install Solar Panels on the rooftops of our manufacturing units in Udaipur. We envisage that the first 300kW will be operational before the end of the current financial year and endeavor to strategically scale this capacity upto 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.

Our expansion and modernization project is proceeding well. This project will significantly reduce operating costs, improve profitability and further increase the flexibility of the company's manufacturing capabilities.

On the Balance Sheet front, the Company has repaid Rs. 1.69 crore of its long-term debt in the third quarter of this financial year. The current outstanding long-term debt stands at Rs. 11.73 crore which translates to a comfortable net Long-term debt to equity of 0.07x."



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, 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 details please contact:

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