



RELIANCE
CHEMOTEX INDUSTRIES LIMITED

Dated: September 05, 2020

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

Subject: Press Release on Financial Result of Q-1 for F.Y. 2020-21

Scrip Code: 503162

Dear Sir/Madam

We are enclosing herewith press release on performance for the Financial Result for the Quarter ended on June 30, 2020 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


Chirag Gupta
Company Secretary





Reliance Chemotex Industries Limited

Q1FY21 Results

- Total Revenue at Rs. 40.77 crore
- Operating Profit of Rs. 2.27 crore
- Operating Profit Margin of 5.58%
- Net Long-Term Debt to Equity of 0.04x as on 30th June 2020

Press Release, 4th September 2020, Mumbai: Reliance Chemotex Industries Ltd., a leading Synthetic Yarn Manufacturer, has announced its unaudited Financial Results for the Quarter ended June 30th, 2020.

Financial Highlights:

Particulars (Rs. crores)	Q1FY21	Q4FY20	Q1FY20
Total Revenue (incl. Other Income)	40.77	69.56	75.00
EBITDA	2.27	7.27	6.37
EBITDA Margin	5.58%	10.46%	8.49%
PBT	-1.58	2.99	1.52
PAT	-1.44	1.55	3.48
PAT Margin	N.A.	2.23%	4.64%
Cash PAT	0.38	3.39	5.14
Long Term Debt [^]	18.23*	16.25*	14.14
Equity	96.72	98.13	93.40 ^{^^}
Net Long-term Debt / Equity (x)	0.04x	0.11x	0.11x

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

^{^^} Includes preference share capital.

* - Includes debt taken for expansion and modernization project, Rs. 9.49 crores as on 30th June 2020 and Rs. 7.48 crores as on 31st March 2020



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

“The start to this financial year has been challenging on account of the Corona virus pandemic and its widespread impact. Our performance in the first quarter of this fiscal has been impacted by the national lockdown announced by the Government of India in response to this pandemic. Our manufacturing facilities remained closed for approximately 30 days and this resulted in loss of production and revenue. Post the easing of lockdown restrictions, we have gradually ramped up our capacity utilization and envisage that we will reach optimal utilization levels in the subsequent quarter.

The Company has recorded a Revenue of Rs 40.77 crores and an Operating Profit of Rs 2.27 crores in the first quarter of this financial year. Our continued focus on strategic cost reduction and our diversified product range have enabled us to report an operating profit even in such a challenging environment.

We are pleased to report that the first phase of our expansion and modernization project, which was delayed by the pandemic, has been completed. We have replaced 6,240 spindles in one of our older units with new spindles and have allocated some of the older spindles for research and development purposes. We intend to commence the second phase of this project in the upcoming quarters.

As an additional measure of safety during these uncertain times, the Company had availed of the Interest and Principal Deferment Scheme announced by the Reserve Bank of India (RBI), however, the Company has now repaid the deferred principal and interest to the banks. The Company has not availed of the second Deferment Scheme announced by the RBI.

The Company’s Total Long-Term Debt stood at Rs. 18.23 crores on June 30, 2020 as compared to Rs. 14.14 crores on June 30, 2019 and Rs. 16.25 crores on 31st March 2020. The Total Long-Term Debt on June 30, 2020 includes debt of Rs. 9.49 crores availed of for the expansion and modernization project. As on June 30, 2020, our Net Long-Term Debt to Equity Ratio stands at a comfortable 0.04x.

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 rapidly adapting to the new business environment in the post-pandemic world.”

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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