



Cosmo Films records 74% jump in Net Profit

January 28th, 2010 : A strong sales performance of BOPP films has enabled **Cosmo Films Limited** - *one of the largest producer of BOPP films* report a sharp jump in its net profit & Sales for the third quarter ended December 31, 2009.

The net sales in the 3rd quarter of 2009-10 is Rs. 200 crore. against Rs. 133 crore. in corresponding period last year recording a jump of 50%. Similarly the net profit of Cosmo Films has shown a remarkable growth of 74%. The net profit for the quarter is Rs. 12.4 crore as compared to Rs. 7.1 crore in the corresponding period last year.

Commenting on the company's performance, Mr. Ashok Jaipuria, Chairman and Managing Director, Cosmo Films Ltd said "The Company has shown robust growth during this period. The increase in revenues for the quarter can be attributed to pick up in exports aided by GBC acquisition"

Demonstrating the buoyant market and escalating demand for Cosmo Products, the Company registered a **74% growth in Earnings Per Share for the quarter**. *"We are celebrating 5 years of consistent growth and business success, driven by innovation and operational excellence. Looking forward, we will remain focused on further strengthening our industry leadership, while continuing to improve efficiencies in our business. We will continue to innovate in all areas of our business - technologically-superior products, channel expansion, brand building, manufacturing excellence and financial management," added, Mr. Jaipuria.*

Key Developments:

⇒ Acquisition of GBC Commercial Print Finishing.

With global revenues of approximately \$100 million, GBC Commercial Print Finishing is the thermal lamination division of ACCO Brands, Inc. and has been bought by Cosmo Films Ltd. for a consideration of US \$ 17.1 million.

⇒ Capex

The company has planned a capex of Rs. 150 crores to increase its capacities from 91,000 MT of BOPP Films to 1,26,000 MT of BOPP films by fiscal 2011-12.

About Cosmo Films Ltd:

Cosmo Films Ltd (CFL) promoted by Ashok Jaipuria, is a market leader in the manufacturing of Bi-axially Oriented Polypropylene (BOPP) and is also the largest BOPP film exporter from the Country. In addition the company is also one of the largest manufacturers of thermal lamination films which are sold worldwide including Europe, US and Japan.

The company's product range includes: Co-extruded Plain Film (Transparent, Matte, Silky Matte, Opaque, Pearlised, Metallisable & Metallised), Co-extruded Heat Sealable Film (Transparent, Opaque, Pearlised, Metallisable & Metallised), Synthetic Paper, Extrusion Coated Film (based on BOPP, BOPET & BOPA) and Water and Solvent based coated films.

Cosmo Films presently has a total of 5 plants; one each in Aurangabad (Maharashtra), Vadodara (Gujarat), USA, Netherlands and Korea. CFL is associated with leading FMCG Brands for providing cost-effective innovative packaging solutions to enhance their value. Apart from being ISO 9000 certified, CFL has also got accredited with American Institute of Baking (AIB) and British Retail Consortium (BRC) Certification for Safety and Hygiene of Food related products.

Major end-uses of BOPP films are: Food-Snacks, Confectionary, Cosmetics-Toiletries, Label Films, Stationary, and Cigarettes over wraps, Self Adhesive Tapes, Lamination. In a survey by "FORBES" in 2003.

Cosmo has been recognized one of the best 200 companies out of 19000 listed companies with revenue of less than 1 Billion US\$ outside US.

For COSMO FILMS LIMITED

Parvinder Singh

Parvinder S Arora
Company Secretary