

PRESS RELEASE

**VARDHMAN TEXTILES LTD. QUARTERLY NET PROFIT
UP BY 109.6%**

Gurgaon, February 4, 2014

Continuing with its good performance in the financial year 2013-14, Vardhman Textiles Limited, one of the leading textile companies in India, has earned a net profit of Rs. 175.24 crore for the quarter ended 31st December, 2013. The net profit registered an increase of 109.6% as compared to the profits of corresponding quarter last year that stood at Rs. 83.62 crore. However, the net profits are marginally lower as compared to quarter ended 30th September, 2013 (Rs. 177.81 crore). The nine- months profits are Rs. 497.55 crores which are the highest ever profits earned by the Company during this period. The Net Sales of the Company for the quarter ended 31st December, 2013 is Rs. 1415.98 crore as compared to Rs. 1,083.18 crore for quarter ended 31st December, 2012 showing an increase of about 30.72%. The EBITDA on standalone basis is Rs. 345.88 crore for the quarter showing a growth of 53.17% over quarter ended 31st December, 2012 (Rs. 225.80 crore). The EBITDA margin is also up at 24.43% during the quarter as against 20.85% of corresponding period.

There has been a spurt in the margins over the corresponding quarter of last year essentially due to favorable conditions both in respect of availability of raw material at reasonable cost and the pull in the demand of yarn owing to the big rise of export of yarn to China from India. However, the EBITDA margins have come down to 24.43% from 27.08% during the immediately preceding quarter.

On the expansion side, an additional 28,800 spindles and 110 looms became operational at Vardhman Fabrics, Budhni during the quarter ended 31st December, 2013.

