

PRESS RELEASE

VARDHMAN TEXTILES RECORDS HIGHEST EVER NET PROFITS

Mumbai, May 23, 2014

Vardhman Textiles Limited, one of the leading textile companies in India, has recorded its highest ever net profits in a financial year with net profits of Rs. 651.88 crore for the year ended ended 31st March, 2014. The net profit registered an increase of 101.37% as compared to the profits of corresponding period last year that stood at Rs. 323.72 crore. The net profit for the quarter ended 31st March, 2014 stands at Rs. 154.32 crores as compared to Rs. 115.25 crore in the corresponding quarter last year, an increase by 33.90%. However, the net profits of 4th quarter are lower as compared to 3rd quarter ended 31st December, 2013 (Rs. 175.24 crore). The Net Sales of the Company for the year ended 31st March, 2014 is Rs. 5,171.31 crore as compared to Rs. 4,159.71 crore for year ended 31st March, 2014 showing an increase of about 24.32%. The EBITDA is Rs. 1,325.33 crore for the year showing a growth of 50.09% over year ended 31st March, 2013 (Rs. 883.04 crore). The EBITDA margin is also up at 25.63% at the end of the year as against 21.23% of corresponding period.

The Board of Directors has recommended a dividend of Rs. 6/- per share on fully paid up equity shares of the Company. In addition thereto, the Board has also recommended a special dividend of Rs. 5/- per share on fully paid up equity shares of the Company on occasion of Golden Jubilee Year of commencement of operations of the Group.

There has been a spurt in the margins over the corresponding period last year essentially due to favorable conditions both in respect of availability of raw material at reasonable cost and pull in the demand of textile products owing to the big rise of exports to China from India.

