

STIL/

July 11, 2015

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| M/s. Bombay Stock Exchange Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai 400 001 Fax No. 022-22723121/719/22702037/39 Scrip Code: 532782 | M/s. National Stock Exchange of India Ltd. Exchange Plaza, 5 th Floor, Plot No.C/1, G-Block, Bandra-Kurla Complex, Bandra(E), Mumbai 400 051 Fax No. (022-2659 8237/38) Scrip Code : SUTLEJTEX |
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Sub: Press Release

Dear Sirs,

Please find enclosed a copy of the Press Release issued by the Company in respect of upgradation of Company's "Long-Term Issuer Rating" by India Ratings & Research (IND-Ra), a Fitch Group Company.

Ind-Ra has upgraded the Rating to 'IND AA-'; Outlook Stable.

This rating upgrade is reflective of Company's improving financials.

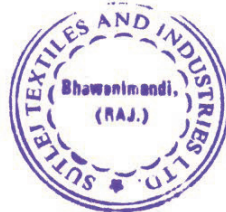
Thanking you,

Yours faithfully,
For Sutlej Textiles and Industries Limited



(D.R.Prabhu)
Company Secretary

Encl: Press Release



Press Release

Ind-Ra Upgrades Sutlej Textiles to 'IND AA-'; Outlook Stable

Rating upgrade reflective of Company's improving financials

Mumbai, July 11, 2015: Sutlej Textiles and Industries Ltd (STIL), a leading manufacturer of value added dyed yarns (synthetic & cotton mélange) and home textiles, announced that India Ratings & Research (IND-Ra), a Fitch Group Company has upgraded Company's Long – Term issuer rating to '**IND AA-**' from '**IND A+**'. The agency maintained its stable outlook on the Company reflecting the Company's ability to withstand sectoral cyclicality.

STIL's revised Ratings from India Ratings & Research are as under –

- Long-Term Issuer Rating: **Upgraded** to '**IND AA-**' from '**IND A+**'; **Outlook Stable**
- INR 5,061.4mn term loans (reduced from INR 5,234.8mn): **Upgraded** to Long-Term '**IND AA-**'/Stable from '**IND A+**' signifying **high degree of safety** regarding timely servicing of financial obligations. Such facilities carry **very low credit risk**.
- INR 5,000mn (increased from INR 4,750mn) fund-based working capital limits: **Upgraded** to Long-Term '**IND AA-**'/Stable from '**IND A+**'
- INR 450mn (reduced from INR 600mn) non-fund-based working capital limits: **Upgraded** to Short-Term '**IND A1+**' from '**IND A1**' signifying **very strong degree of safety** regarding timely payment of financial obligations. Such instruments **carry lowest credit risk**.
- INR 3,410.9mn Proposed Term Loans: assigned '**Provisional IND AA-/stable**'

In addition, Credit Analysis & Research Ltd. (CARE) recently upgraded STIL's Long/Short Term (Term Loan and Bank Facilities) rating to **CARE AA-** from CARE A+.

The improved ratings are demonstrative of STIL's leading position in the niche value added dyed yarn segment and strong operational and financial performance.

About Sutlej Textiles and Industries Ltd (STIL)

CIN: L17124RJ2005PLC020927

Sutlej Textiles and Industries Ltd (STIL), an ISO 9001:2008 certified Company, is one of India's largest spun dyed yarn manufacturer. Under the leadership of Mr. C S Nopany, Chairman of STIL, a Chartered Accountant and Master of Science in Industrial Administration from Carnegie Mellon University, the Company has focused on value added yarns namely – Dyed Yarn, Cotton Mélange yarn, Modal yarn, Tencel yarn, Bamboo yarn, Linen blended yarn etc. and build significant presence across the value chain. Over the years, the Company has also successfully carved out a niche for itself and emerged as a leading player in the dyed yarn segment.

STIL has a strong global clientele and exports to almost 60 countries. It has presence across major developed and emerging economies like Australia, Argentina, Bangladesh, Brazil, Canada, China, Egypt, Germany, Hong Kong, Morocco, Pakistan, Panama, Philippines, Poland, Portugal, Sri Lanka, Turkey, United States of America, the United Arab Emirates (UAE), The United Kingdom and Vietnam, among others.

STIL has also been recipient of numerous prestigious awards like Niryat Shree – Gold trophy award for its Export performance in spun yarn; Gold trophy by SRTEPC for best performance for export of fabrics to focused Latin American countries and Silver trophy by SRTEPC for Second best export performance in spun yarn category.

For further information, please contact:

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