

The Supreme Industries Limited

Press Release

THE SUPREME INDUSTRIES LIMITED (SUPREME) ANNOUNCES AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 30TH JUNE, 2015.

Mumbai, 24th July, 2015 – The Supreme Industries Limited (Supreme), India's leading Plastics processors, announced its Audited financial results for the year ended 30th June, 2015, at its Board Meeting held today.

The Company sold 94,044 MT of Plastic goods and achieved net product turnover of Rs.1204.05 crores during 4th quarter of the current year against sales of 86,818 MT and net product turnover of Rs. 1154.92 crores in the corresponding quarter of previous year achieving volume & product value growth of about 8 % and 4 % respectively. The Company sold 3,01,930 MT of Plastic goods and achieved net product turnover of Rs. 3,918.47 crores during the current year against sales of 2,75,463 MT and net product turnover of Rs.3,672.74 crores in the previous year achieving volume & product value growth of about 10% and 7% respectively.

The Consolidated financial performance highlights (excluding of Construction Business) for the year ended 30th June, 2015, are as follows –

- Supreme's, Total Income and Operating Profit for the year amounted to Rs. 4,115.87 crores and Rs. 571.13 crores, as compared to Rs. 3902.03 crores and Rs. 553.09 crores, for the previous year, recording an increase of 5.48% and 3.26% respectively.
- In compliance to the Companies Act, 2013 and as specified in Schedule II of the Act, Company has provided higher depreciation of 28.04 crores during the year under review. Further Rs. 18.66 crores (Net of Deferred Tax of Rs. 9.61 crores) has been adjusted against the opening balance of retained earnings, representing the carrying amount of the assets whose useful life is already exhausted as on 30th June, 2014.
- The Profit before Tax and Profit after Tax, for the year amounted to Rs. 376.64 crores and Rs. 259.50 crores, as compared to Rs. 378.61 crores and Rs. 259.52 crores for the previous year, recording the decrease of 0.52% and 0.01% respectively.



The financial performance (including Construction Business) is summarized below –

(Rs. in crores)

| Particulars | Financial Results for the year ended 30 th June | | |
|---------------------------|--|---------|------------|
| | 2015 | 2014 | Change (%) |
| Total Income | 4255.19 | 3962.23 | 7.39 |
| Operating Profit (PBDIT) | 666.24 | 588.81 | 13.15 |
| Cash Profit (PAT + D) | 461.31 | 384.98 | 19.83 |
| Profit Before Tax | 471.75 | 414.33 | 13.86 |
| Net Profit (Standalone) | 315.71 | 281.37 | 12.20 |
| Net Profit (Consolidated) | 322.36 | 283.44 | 13.73 |

Dividend

The Board of Directors has recommended payment of Final Dividend @ 350% (Rs. 7/- per Share) on 12,70,26,870 Nos. of Equity Shares of Rs. 2/- (F.V.) each, which together with Interim Dividend of 100% i.e. Rs. 2.00 per equity share and tax on distribution of Dividend will absorb a sum of Rs. 137.18 Crores as against Rs. 118.89 Crores in previous year.

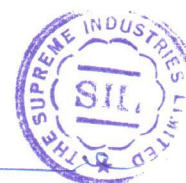
Product Group wise Performance

| Segment | Volume (MT) | | | Value (Rs. In crores) | | | OPM % | |
|-----------------------|---------------|---------------|-----------------------|-----------------------|----------------|-----------------------|---------------|---------------|
| | 2014-15 | 2013-14 | % Increase / Decrease | 2014-15 | 2013-14 | % Increase / Decrease | 2014-15 | 2013-14 |
| Plastic Piping System | 204264 | 187951 | 9% | 2113.12 | 2060.12 | 3% | 13.35% | 15.01% |
| Packaging Products | 44097 | 38716 | 14% | 913.67 | 810.56 | 13% | 18.54% | 18.23% |
| Industrial Products | 37470 | 33620 | 11% | 648.62 | 600.21 | 8% | 12.10% | 10.92% |
| Consumer Products | 15983 | 33620 | 5% | 276.26 | 259.31 | 7% | 14.76% | 9.39% |
| Composite | 116 | | | 3.11 | | | | |
| Total | 301930 | 275463 | 10% | 3954.78 | 3730.20 | 6% | 14.34% | 14.66% |

The overall Sales in the Value added products has gone up to 34.20% of the Total Sales as against 32.30% in the last year.

Composite LPG Cylinder

Company is receiving many enquiries and positive feedback, still no major break-through could be achieved yet. Company got approval from Korea Gas Safety Corporation (KGS) for other 2 sizes of 12.5 Ltr and 30.5 Ltr. Company is optimistic about the product and its potential. Government refineries have floated an education order in two sizes of cylinders i.e. 12.5 Ltrs and 24 Ltrs. The Company has PESO approval for the same. Company shall participate for these sizes and expects positive outcome. It may take some more time for a significant break-through then envisaged both in domestic as well as export market.



Raw Material Scenario

During the year under review, the Company witnessed volatility in the polymer prices between July, 14 to June 15. Such volatility has affected the growth in the consumption of Plastics in the country's economy. Polymer consumption in the country has witnessed a growth of 8% between July 2014 to June 2015. Our per capita consumption of plastics is about 10 kg compared to 50 kg in China and thus there is a huge potential for growth. Company believes that in the year 2015-16, the prices of polymers will move in a narrow range. Company also hopes that volatility witnessed during last year may not be repeated.

Mr. M. P. Taparia, Managing Director, The Supreme Industries Limited, said:

1. Company incurred capex of Rs. 197.58 crores, out of which Rs. 115.86 crores have been put to use during the year under review. Further Company envisages Capex of about Rs. 200 Crores during the current year, mainly on the following segments:
 - (a) Ongoing work of setting up of Plastic product complex at Kharagpur (West Bengal) & Roto Moulded Products unit at Malanpur (M.P.)
 - (b) Expansion of capacities of Bath Fitting products.
 - (c) Introduction of several varieties of moulded fittings at Jalgaon & Malanpur plants
 - (d) To introduce large range of premium furniture products in all its manufacturing plants.
 - (e) To put up Roto Moulding capacities at Kanpur (U.P.) and Kharagpur (West Bengal) plants.
 - (f) To install Polythelene & PVC Pipes capacities for Sewerage & Drainage applications.
 - (g) To construct new building and install special machines for making varieties of Cross Laminate Film Madeup products at its Gat Muvala (Gujrat) plant.
 - (h) To increase capacities & range of Pallets in Material Handling Products division.
 - (i) To expand capacity of Protective Packaging Products at various locations.
 - (j) To invest in balancing equipments & automation at all its plants as may be required..
2. During the year under review, Company has sold 81831 Sq. ft. premises at Supreme Chambers at Andheri-West, (Mumbai), had realized Rs 13932 Lacs.
3. In compliance to the requirement of Companies Act, 2013, your Company shall be closing its year at March every year from now onwards. Consequently the current financial year shall be for a period of nine months only from 1st July, 2015 to 31st March, 2016.
4. The Company envisages an average overall revenue growth of about 12% to 15% p.a. in over a period of next three years .



About The Supreme Industries Limited

Supreme Industries Limited is India's leading processors of plastics, offering a wide and comprehensive range of plastic products in India. The Company operates in various segments viz. Plastic Piping System, Cross Laminated Films & Products, Protective Packaging Products, Industrial Moulded Components, Moulded Furniture, Storage & Material Handling Products, Performance Packaging Films and Composite LPG Cylinders.

Supreme Industries has 23 technologically advanced manufacturing facilities located at various places spread across the country and 2 more plants are likely to be operational by September, 2015. The company has built-up excellent relationship with its distributors and is also providing orientation to them, in order to ensure proper service to ultimate customers.

For further information, kindly contact :-

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For The Supreme Industries Ltd.



(R. J. Saboo)
AMP (Corporate Affairs) &
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