

Financial Express ND 1/3/05

TEXTILES

► Reduction in import duties on capital goods, extension of the TUF scheme and reduction in duties on PFY are some of the key industry demands that have been met. But others like dereservation of weaving and labour laws that remain.



Raw Material	Excise	Change	Customs	Change
PFY	24%	-8%	20%	-5%
Cotton	Nil	NC	10%	NC
Cotton yarn	4%	NC	20%	-5%
Synthetic fibre	16%	NC	20%	-5%

INDORAMASYNTH. Rs 74.60 ▼

Raw Material	Cost/Sales (%)
Purified Terephthalic Acid	36.54
Mono Ethylene Glycol	17.54
Finished Goods	Value/Sales (%)
Polyester Staple Fibre	49.88
Polyester Filament Yarn	41.99

Key Financials

Sales	PAT	EPS (Rs)
1663.91	171.72	8.11
Tax/PBT (%)	Excise/Sales (%)	
1.74	19.60	



Impact: The company is set to gain from a reduction in excise duties on PFY and also a reduction in import duties on key RM, that might help keep prices in check.

ARVIND MILLS Rs 127.45 ▼

Raw Material	Cost/Sales (%)
Cotton	23.87
Yarn	8.92
Finished Goods	Value/Sales (%)
Cloth	76.62

Key Financials

Sales	PAT	EPS (Rs)
1390.55	96.75	5.09
Tax/PBT (%)	Excise/Sales (%)	
0.00	4.83	



Impact: The company would gain from the key initiatives for the sector like reduction in import duty on capital goods.