

Indo Rama FY 2010 net sales up at Rs 25,260 mn

NEW DELHI, May 28

INDO Rama Synthetics (India) Limited (IRSL), India's largest dedicated polyester manufacturer on Thursday announced its financial performance for the year ended March 31, 2010.

During FY 2010 Net sales stood at Rs 25,260.5 million as against Rs 24,444.8 million in FY 2009. EBITDA increased to Rs 2,235.4 million from Rs 1,133.9 million, a growth of 97 per cent.

Profit after Tax for FY 2010 is Rs 71.33 million, as compared to a loss of Rs 978.3 million in the previous year.

During the period under review the total exports of the Company also improved significantly to Rs 5,087.9 million as against Rs 3,663.1 million in the last year, informs a press release.

The company is witnessing an improved business environment marked by a combination of relative

stability in raw material prices and improvement in demand for finished goods. Increased capacities of PTA and MEG have enabled better availability and stability in raw material prices.

With regard to finished goods, widening interest from relatively new segments like home and technical textiles is contributing to the demand. Concurrently, continuing firm cotton prices despite a ban on exports is shoring up demand for polyester.

All these developments are expected to have a compounding positive effect on the polyester manufacturing sector in the coming quarters.

The Power division's contribution to sales during the year continues to be stable with a total sales amounting to Rs 2,658.0 million as against Rs 2,531.4 million in FY 2009.

Indo Rama Synthetics (India) Limited is India's largest dedicated polyester manufacturer with an Integrated Manufacturing Complex at Butibori near Nagpur.