

31st May 2010

The Bombay Stock Exchange Ltd.,
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Mumbai - 400 001

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Kind Attn: Mr. K Gopalkrishnan DCS - CRD

Dear Sir,

Sub: Investor Release on Financial Result for the year 2009 - 10

Net Sales up 69.6% to Rs. 38,609 million

EBIDTA at Rs. 7,734 million, an 58.5% increase

Mumbai, 28 May 2010: SKNL, a leading brand-led conglomerate engaged in design, manufacturing, marketing and distribution of high quality fabrics, ready-to-wear garments and home textiles has announced its results for the year ended 31 March, 2010.

Financial performance highlights FY 2010: (All figures are consolidated unless stated otherwise)

- ❖ Net income from operations enhances by 69.6% to Rs. 38,609 million from Rs 22,762 million
- ❖ EBIDTA increases 58.5% to Rs. 7,734 million from Rs. 4,881 million
- ❖ Net profit (before minority interest) up 42.1% to Rs. 2,773 million compared to Rs. 1,951 million
- ❖ Net Profit after minority interest at Rs. 2,290 million
- ❖ Basic EPS after minority interest at Rs. 9.68

Please note that the Financials results of HMX LLC. included in the above is only up to 31.12.2009 from the date of acquisition of business on 07.08.09. i.e. for the accounting year ended on 31.12.2009. The financial results of quarter ended March 2010 is not included.

Operational Performance Highlights FY 2010:

- ❖ Domestic businesses deliver robust revenue and margin growth
- ❖ HMX business turns EBIDTA positive
- ❖ Entered into Joint Venture with DKNY for the global menswear licence of the DKNY brand
- ❖ Changing product mix in favour of garments, which is lean on working capital
 - FY 2009 Garment to Fabric ratio was 11:89
 - FY 2010 Garment to Fabric ratio is 25:75
- ❖ Ongoing process of achieving back end and front end synergies with international businesses

FY2010 Investor Release
www.sknl.co.in



