

The Supreme Industries Limited

Press Release

THE SUPREME INDUSTRIES LIMITED (Supreme) ANNOUNCES UNAUDITED STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2019.

Mumbai, 29th July, 2019

The Supreme Industries Limited (Supreme), India's leading Plastics product manufacturing company, announced its Unaudited Standalone & Consolidated financial results for the Quarter ended 30th June, 2019, at its Board Meeting held today.

[A] Standalone Results (Excluding Construction Business and Exceptional Items)

(Rs. in Crores)

	Quarter ended 30.06.2019	Quarter ended 30.06.2018	Previous year ended 31.03.2019
Plastic goods sold (MT)	113428	99905	397983
Plastics product turnover	1418	1316	5437
Total income	1437	1346	5552
Operating profit (PBDIT)	167	186	751
Net profit before tax	114	140	541
Net profit after tax	74	91	364

[B] Consolidated Results (Excluding Construction Business and Exceptional Items)

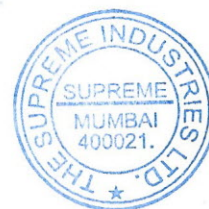
[Including results of (a) the Company's 100% Subsidiary Company viz. "The Supreme Industries Overseas (FZE) incorporated in SAIF Zone, UAE and (b) Two Associate Companies viz. "Supreme Petrochem Limited" and "Kumi Supreme India Private Limited", in which the Company holds 29.99% and 20.67% of their's paid-up equity share capital, respectively

(Rs. in Crores)

	Quarter ended 30.06.2019	Quarter ended 30.06.2018	Previous year ended 31.03.2019
Consolidated total income	1437	1346	5539
Consolidated operating profit (PBDIT)	180	192	752
Consolidated net profit before tax	127	146	556
Consolidated net profit after tax	87	97	379

[C] Product Group Wise Performance

Segment	Volume (MT)			Value (Rs. In crores)			OPM %	
	Q1'19	Q1'18	% Change	Q1'19	Q1'18	% Change	Q1'19	Q1'18
Plastic Piping System	85214	69622	22%	898	747	20%	11.33%	13.14%
Industrial Products	10369	12361	-16%	188	231	-19%	10.83%	11.28%
Packaging Products	12745	12647	1%	245	260	-5%	12.44%	17.75%



Consumer Products	5100	5275	-3%	97	100	-3%	16.80%	15.33%
Total	113428	99905	14%	1429	1338	7%	11.83%	13.88%

[D] The Company sold 113428 MT of Plastic goods and achieved net product turnover of Rs. 1418 Crores during the 1st quarter of the current year against sale of 99905 MT and net product turnover of Rs. 1316 crores in the corresponding quarter of previous year achieving volume & product value growth of about 14 % and 8 % respectively.

[E] The overall turnover of value added products increase to Rs. 457 crores during the current quarter as compared to Rs. 431 crores in the corresponding period of previous year achieving growth of 6%.

[F] Total Borrowing of the Company stands at Rs. 115 crores as on 30th June, 2019 as against Rs. 162 crores as on 31st March, 2019. Average Cost of Borrowings as on 30th June, 2019 decreased to 6.53 % p.a. as against 8.23 % p.a. as on 31st March, 2019.

[G] Business Outlook

Mr. S. J. Taparia, Executive Director, The Supreme Industries Limited, said:

Various initiatives taken by the Central and State Governments such as boosting affordable house construction, establishing sewerage & drainage system, drinking water system are all gathering momentum. Recent announcement by Government to provide drinking water in each home by the year 2024 will boost the requirement of Plastic Pipe System in large volume augurs well for the Company's business.

The raw material prices of most of the Polymers are in a declining trend. The Company converts mostly commodity plastics where prices have tendency to remain volatile. This resulted in steep inventory loss in the working of the Company for the Quarter affecting operating margins adversely. It is expected that due to increased worldwide supply of these Polymers, the prices may remain soft and range bound during the year.

Emerging from this business outlook, the Company remains fully committed to its investment plans.

Jadcherla unit has commenced Commercial Production and started delivering Roto Moulded Tank and furniture products in the market during the first quarter. The Company is doubling the Roto Moulding capacity at Jadcherla and finalizing plan to put up HDPE fittings manufacturing capacity at Jadcherla which may go in production in first half of 2020-21. The Company will plan to put up Plastic Pipe manufacturing capacity at Jadcherla complex where initial steps are being taken. New Production facilities of Protective Packaging division is under construction at Jadcherla.

The Company is augmenting capacity of HDPE Pipe capacity and putting up injection moulded fitting manufacturing facility at Kharagpur, PVC pipe capacity at Kanpur and Moulded fitting capacity in Jalgaon unit. Most of the capacities shall go into the production during 3rd/4th quarter of the current year and shall be available for full in FY 2020-21 onwards.



About Supreme Industries Limited

Supreme Industries Limited is India's leading plastics product manufacturer, offering a wide and comprehensive range of plastic products in India. The company operates in various product categories 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 25 technologically advanced manufacturing facilities located at various places spread across the country. 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 Limited


R. J. Saboo

(AVP Corp. Affairs & Company Secretary)

