

Sportking INDIA LTD.

(Govt. Recognised Three Star Export House)

Regd. & Corporate Office : Vill. Kanech, Near Sahnewal, G.T. Road, Ludhiana-141120 Ph. (0161) 2845456 to 60 Fax : 2845458
Admn. Office : 178, Col. Gurdial Singh Road, Civil Lines, Ludhiana-141001 Ph. (0161) 2770954 to 55 Fax : 2770953
E-mail : sportking@sportking.co.in CIN No. L17122PB1989PLC053162
Website : www.sportking.co.in GST No.: 03AAACS3037Q1ZA

SIL/2022-23/SE

Date: 29.10.2022

To BSE Limited Phiroze Jeeheebhoy Towers, Dalal Street, Mumbai-400001	To National Stock Exchange of India Ltd, Exchange Plaza, Bandra Kurla Complex, Bandra (East), Mumbai- 400051
Script Code: 539221	Symbol: SPORTKING

Sub: Press Release regarding financial results for the quarter/ half year ended 30th September 2022

Dear Sir,

Pursuant to Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015, please find attached herewith Press Release with respect to Unaudited financial results for the quarter and half year ended 30th September 2022, as approved by the Board of Directors of the Company in their meeting held on 29th October 2022.

You are requested to take the above mentioned information on your records.

Yours truly,

For SPORTKING INDIA LIMITED

**LOVLESH VERMA
COMPANY SECRETARY
(ACS: 34171)**

Sportking India Limited delivers a consistent performance in H1 FY23 with a revenue growth of 19% (YoY) at Rs. 1,158 crores

- Revenue growth of 19% YoY at Rs. 1,158 crores in H1 FY23
- EBITDA for H1 FY23 stood at 183 crores. EBITDA margin stood at 16%
- Net Cash flow from operations stood at Rs. 565 crores in H1 FY23 an improvement of 372%

Punjab, 29th October 2022: Sportking India Limited, one of India's leading textile conglomerate, announced its Financial Results for second quarter and half year ended 30th September 2022.

Key Consolidated Financial Highlights

Particulars (Rs. Crs)	Q2 FY23	Q2 FY22	Y-o-Y	H1 FY23	H1 FY22	Y-o-Y
Total Revenues	552	524	5%	1,158	974	19%
EBITDA	49	155	-68%	183	280	-35%
EBITDA Margin (%)	9%	30%		16%	29%	
Profit After Tax	0.01	110	-100%	83	189	-56%

- ✓ Revenues in Q2 FY23 increased by 5% y-o-y to Rs. 552 Crs.
- ✓ EBITDA in Q2 FY23 stood at Rs 49 Crs. EBITDA Margin in Q2 FY23 stood at 9%
- ✓ Reduction in PAT for Q2 FY23 to the tune of Rs. 30 Crs. due to exceptional item, i.e., redemption of 5% Non-Convertible Non-Cumulative Redeemable Preference Shares
- ✓ Cash & cash equivalents stood at 98 Crs. as on 30th September 2022 compared to 1.61 crores during the corresponding period previous year
- ✓ Substantial reduction in availment of short-term bank borrowing by Rs. 414 crores as on 30th September 2022 as against 31st March 2022
- ✓ Debt equity ratio improved to 0.21 from 0.77
- ✓ Successful commissioning of Phase 1 capacity addition of 40,800 spindles for manufacturing of Polyester Cotton yarn

Commenting on the Results, Mr. Munish Avasthi, Chairman & Managing Director said, “This quarter was challenging due to higher input costs, inflationary pressures and low demand for clothing and apparel. Textile mills were operating at less than 50 % capacity because of high cotton prices and low demand. Despite these pressures and a difficult market climate, our balanced product mix, efforts to supply high quality products at excellent value, and customer satisfaction continue to support us in achieving moderate growth of 5% in Q2FY23 as compared to Q2FY22, whereas we managed to grow at 19% in H1FY23 versus H1FY22.

We continue to be laser-focused on our growth trajectory while keeping a close eye on the geopolitical and inflationary challenges globally. We anticipate that the cotton prices and macroeconomic issues will ease in the upcoming quarters, which will improve the margins.

We have successfully commissioned the 1st Phase capacity addition of 40,800 spindles for manufacturing of Polyester cotton yarn at our Bathinda unit.

The 2nd phase capacity addition of 63,072 spindles for manufacturing of cotton compact yarn is going as per schedule and will be commissioned by Q4 of FY23.

We are confident of achieving our strategic growth objectives by maintaining prudent financial practices, better operating leverage, revival in demand and improvement in realization going forward.”

About Sportking India Ltd:

Established in 1989, Sportking India Ltd emerged as one of India’s leading textile company & owns 3 state-of-the-art manufacturing facilities in India equipped with latest machinery, producing yarns that are a benchmark in quality. The company produces well diversified range of grey and dyed textile yarns to cater to the demands of weaving and knitting industry in domestic as well as international markets.

With presence in more than 30 countries, Sportking India Ltd. is representing India on a world stage with a commitment to deliver superior quality products among evolving trends in customer preferences.

Sportking India Ltd	Investor Relations: Orient Capital
 <small>SPORTKING INDIA LIMITED</small>	 orient capital
CIN: L17122PB1989PLC053162	Mr. Bhavin Soni +91 9833537225 Bhavin.Soni@linkintime.co.in
Name: Mr. Lovlesh Verma	
Email: cs@sportking.co.in	Mr. Rajesh Agrawal +91 9967491495 Rajesh.Agrawal@linkintime.co.in
Contact: 01612845456	

Safe Harbor Statement

Any forward-looking statements about expected future events, financial and operating results of the Company are based on certain assumptions which the Company does not guarantee the fulfilment of. These statements are subject to risks and uncertainties. Actual results might differ substantially or materially from those expressed or implied. Important developments that could affect the Company’s operations include a downtrend in the industry, global or domestic or both, significant changes in political and economic environment in India or key markets abroad, tax laws, litigation, labour relations, exchange rate fluctuations, technological changes, investment and business income, cash flow projections, interest, and other costs. The Company does not undertake any obligation to update forward-looking statements to reflect events or circumstances after the date thereof.