



SRF Limited

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For Immediate Release

SRF Q4FY2007 revenues up 8.3% to Rs.419.8 crores (vs Q4 FY2006)

PAT down 11.5% to Rs.49.1 crores (Q4 FY 2007 vs Q4 FY 2006)

FY 2007 revenues at Rs. 1802.5 crores increasing by 39.5% (vs FY2006), PAT up 175.9% to Rs. 289.1crores (vs FY 2006)

Board recommends 20% dividend in addition to an interim dividend of 40 % declared in March 2007.

New Delhi, 25 April 2007: SRF Limited, a leading Indian player in Technical Textiles, Refrigerant Gases and having operating interests in Packaging Films and Pharma Intermediates sectors today announced its financial performance for the quarter and year ended 31 March 2007. Commenting on the financial performance, **Mr. Ashish Bharat Ram, Managing Director, SRF Limited**, said:

"The Company ended the year with a 39.5 % increase in revenues over previous year. The Company has not only retained its leadership position in the products it manufactures, but has increased market share in nylon tyre cord fabric segment, which is the Company's major product. While the measures taken by the Company to become a more efficient manufacturer of its products have partially borne fruit this year, they would have a greater impact in the years to come. The Company continues to play an important role in sustainable development through its CDM project."

PERFORMANCE OVERVIEW:

QUARTERLY PERSPECTIVE: Q4 FY 2007 vs Q4 FY 2006

Revenues increased 8.3% to Rs. 419.8 crores. PBIDT was 5% lower at Rs. 111.5 crores and PAT at Rs.49.1 crores. EPS for the quarter was Rs. 7.43, while Cash EPS for the quarter was Rs.10.47.

YEARLY PERSPECTIVE: FY 2007 v/s FY 2006

For the full year, revenues were up 39.5% to Rs.1802.5 crores. PBIDT improved by 114.5% to Rs.555.4 crores and PAT increased by 175.9% to Rs.289.1 crores. EPS for the year was better at Rs.43.76, and the Cash EPS was Rs. 58.28.

DIVIDEND

In view of the Company's encouraging performance, the Board of Directors had declared an interim dividend of 40% (Rs.4.00 per share) and have now recommended a final dividend of 20% (Rs.2.00 per share) for the year, which is subject to shareholder approval. The interim dividend had resulted in a payout of Rs. 31.0 crores including dividend tax, and the final dividend would result in a payout of Rs. 15.9 crores including dividend tax.

CDM PROJECT UPDATE

The Company has been taking responsible initiatives to conserve the environment and has been working under the guidelines of UNFCCC (United Nations Framework Convention on Climate Change) as a part of its Clean Development Mechanism (CDM) initiative. SRF through its CDM project has successfully been reducing carbon emissions and helping out developed nations who are short of their targets.

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Attached: Details to the Announcement and Results table

About SRF Limited

SRF Ltd, a leading industrial group, manufactures Technical Textiles, Fluorochemicals, Packaging Films and Fluoro Specialities. Commencing operations in 1974, SRF today operates from eight plant locations in India and abroad and has attained market leadership position in Nylon Tyre Cord Fabric (3rd largest manufacturer of Nylon6 tyre cord in the world & approx 36 per cent market share in India), Belting Fabrics (3rd largest in the world & approx 60 per cent market share in India), Refrigerant Gases (approx 40 per cent market share in India) and Chloromethane. Currently, SRF's products cater to industrial customers in more than 60 countries globally. SRF's relentless focus on TQM techniques has resulted in the company winning the prestigious Deming Application Prize in 2004 for the erstwhile Industrial Synthetics Business of SRF (now integrated with Technical Textiles business), the first nylon tyre cord company outside Japan to be awarded this prize.

Note:

Statements in this release relating to future status, events, or circumstances, including but not limited to statements about plans and objectives are forward-looking statements based on estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may differ materially from those anticipated in the forward-looking statements. SRF cannot be held responsible in any way for such statements and undertakes no obligation to publicly update these forward-looking statements to reflect subsequent events or circumstances.

For further information, please contact

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DETAILS TO THE ANNOUNCEMENT

Q4 FY2007 AND FY2007 FINANCIAL RESULTS REVIEW

(All figures in Rs crores unless otherwise mentioned)

Revenues

	FY2007	FY2006	Shift (%)	Q4FY2007	Q4FY2006	Shift (%)
Revenues	1802.45	1292.29	39.48	419.77	387.53	8.32

Revenues in Q4 FY2007 registered 8.32% improvement to Rs.419.77 crores, enabled by the Company's existing businesses of Technical Textiles (Tyre Cord Fabrics, Belting and Coated Fabrics), Chemicals businesses (Refrigerant Gases, Chloromethanes and Fluoro Specialities (previously Pharmachemicals) and Packaging Films business. For the full fiscal year 2007, revenues increased by 39.48% to Rs. 1802.45 crores.

PBIDT and PBT

	PBIDT	PBIDT Margin (%)	PBT
FY2007	555.40	30.8	443.11
FY2006	258.94	20.0	158.43
Shift %	114.5	54.0	179.7
Q4FY2007	111.50	26.6	79.99
Q4 FY 2006	117.11	30.2	86.94
Shift %	(4.8)	(11.9)	(8.0)

The Company recorded a 4.8% decrease in operating profits for Q4 FY2007 to Rs. 111.50 crores.

The PBIDT for FY2007 was 114.5% higher at Rs.555.40 crores.

Interest and Depreciation costs

Interest and finance costs decreased by 18.1% to Rs.10.04 crores in Q4 FY2007, and depreciation was higher at Rs. 21.47 crores. For the full year, interest and finance costs were lower at Rs. 35.51 crores compared to Rs. 37.66 crores last year and depreciation increased to Rs. 76.78 crores from Rs. 62.85 crores last year.

PAT

	PAT	EPS
FY2007	289.07	43.76
FY2006	104.77	16.24
Shift %	175.9	169.5
Q4FY 2007	49.09	7.43
Q4 FY2006	55.51	8.61
Shift %	(11.5)	(13.6)

Profit after tax (PAT) for the quarter under review was lower at Rs.49.09 crores, translating into an EPS (non-annualised) of Rs. 7.43. Net profit for the year increased by 175.9% to Rs. 289.07 crores, resulting in an EPS of Rs. 43.76.

Cash Profit

	Cash Profit	CEPS
FY2007	385.02	58.28
FY2006	173.87	26.95
Shift %	121.4	116.3
Q4FY 2007	69.18	10.47
Q4 FY2006	71.62	11.10
Shift %	(3.40)	(5.67)

The Company recorded strong cash earnings during the year under review. Cash profit and cash EPS for the quarter was Rs. 69.18 crores and Rs.10.47 respectively. For the year, cash profit was Rs. 385.02 crores, implying a cash EPS of Rs. 58.28.